

Thomas W. Stilley, OSB No. 88316  
Susan S. Ford, OSB No. 84220  
Howard M. Levine, OSB No. 80073  
SUSSMAN SHANK LLP  
1000 SW Broadway, Suite 1400  
Portland, OR 97205-3089  
Telephone: (503) 227-1111  
Facsimile: (503) 248-0130  
E-Mail: [tom@sussmanshank.com](mailto:tom@sussmanshank.com)  
[susanf@sussmanshank.com](mailto:susanf@sussmanshank.com)  
[howard@sussmanshank.com](mailto:howard@sussmanshank.com)

Attorneys for Debtor and Debtor-In-Possession

David A. Foraker, OSB No. 81228  
GREENE & MARKLEY, P.C.  
1515 SW 5<sup>th</sup> Avenue, Suite 600  
Portland, OR 97201  
Telephone: 503-295-2668  
Facsimile: 503-224-8434  
E-Mail: [david.foraker@greenemarkley.com](mailto:david.foraker@greenemarkley.com)

Attorneys for Future Claimants Representative

Albert N. Kennedy, OSB No. 82142  
Timothy J. Conway, OSB No. 85175  
TONKON TORP LLP  
888 SW Fifth Avenue, Suite 1600  
Portland, OR 97204  
Telephone: 503-221-1440  
Facsimile: 503-274-8779  
E-Mail: [al@tonkon.com](mailto:al@tonkon.com)  
[tim@tonkon.com](mailto:tim@tonkon.com)

Attorneys for Tort Claimants Committee

Steven M. Hedberg, OSB No. 84244  
Douglas R. Pahl, OSB No. 95047  
PERKINS COIE LLP  
1120 NW Couch Street, 10th Floor  
Portland, OR 97209-4128  
Telephone: 503-727-2000  
Facsimile: 503-727-2222  
E-Mail: [shedberg@perkinscoie.com](mailto:shedberg@perkinscoie.com)  
[dpahl@perkinscoie.com](mailto:dpahl@perkinscoie.com)

Attorneys for Parish and Parishioners Committee

UNITED STATES BANKRUPTCY COURT  
DISTRICT OF OREGON

In re:

**ROMAN CATHOLIC ARCHBISHOP OF  
PORTLAND IN OREGON, AND  
SUCCESSORS, A CORPORATION  
SOLE, dba ARCHDIOCESE OF  
PORTLAND IN OREGON,**

Debtor.

)  
) Case No. 04-37154-elp11

)  
) THIRD AMENDED AND RESTATED  
) JOINT PLAN OF REORGANIZATION  
) OF DEBTOR, TORT CLAIMANTS  
) COMMITTEE, FUTURE CLAIMANTS  
) REPRESENTATIVE, AND PARISH  
) AND PARISHIONERS COMMITTEE  
) (Dated April 9, 2007)

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1 Roman Catholic Archbishop of Portland in Oregon, and successors, a  
 2 corporation sole, dba Archdiocese of Portland in Oregon, the Tort Claimants  
 3 Committee, the Future Claimants Representative, and the Parish and Parishioners  
 4 Committee in the above-captioned Chapter 11 case propose the following Joint Plan of  
 5 Reorganization pursuant to the provisions of Chapter 11 of the Bankruptcy Code.

6 **1. DEFINITIONS.**

7 For purposes hereof, any term used in an initially capitalized form in this Plan will  
 8 have the defined meaning ascribed to it in either Section 101 of the Bankruptcy Code or  
 9 the definitions set forth below. All definitions in the Bankruptcy Code and below will be  
 10 subject to the rules of construction set forth in Section 102 of the Bankruptcy Code. In  
 11 addition, the use of the words "includes" or "including" is not limiting and means  
 12 "including but not limited to", and the words "related to" or "relating to" means with  
 13 regard to, by reason of, based on, arising out of, or in any way connected with.  
 14 Whenever the context requires, such terms include the singular as well as the plural, the  
 15 masculine gender includes the feminine, and the feminine gender includes the  
 16 masculine. Any specific references to promissory notes, deeds of trust or other debt  
 17 instruments or security documents includes any amendments, modifications and  
 18 extensions thereto. Nothing contained in this Plan constitutes an admission or denial by  
 19 any party of liability for, or the validity, priority or extent of any Claim, lien, or security  
 20 interest asserted against the Debtor or against any third party.

21 **"Administrative Claim"** means a Claim for payment of an administrative  
 22 expense of a kind specified in Section 503(b) of the Bankruptcy Code and referred to in  
 23 Section 507(a)(1) of the Bankruptcy Code including, without limitation, the actual,  
 24 necessary costs and expenses of preserving the Debtor's estate and operating the  
 25 Debtor's business including Current Obligations, compensation for professional services

1 and reimbursement of expenses awarded under Sections 330(a) or 331 of the  
 2 Bankruptcy Code, and all fees and charges assessed against the Debtor's estate under  
 3 chapter 123 of Title 28, United States Code. Administrative Claims do not include  
 4 Future Claims, whether or not any such Claim is based on conduct that occurred after  
 5 the Petition Date.

6 **"Administrative Claimant"** means a Person or Entity asserting an  
 7 Administrative Claim.

8 **"Allowance Date"** means, with respect to a Claim, the date such Claim  
 9 becomes Allowed.

10 **"Allowed"** means, with respect to a Claim, the extent to which: (a) the Claim is  
 11 agreed to by the Claimant and by the Debtor or the Reorganized Debtor; (b) the Claim  
 12 is expressly allowed in this Plan; or (c) proof of such Claim was (i) timely filed with the  
 13 Claims Agent or the Bankruptcy Court, (ii) deemed filed pursuant to Section 1111(a) of  
 14 the Bankruptcy Code, or (iii) tardily filed with leave of the Bankruptcy Court, and, in any  
 15 case, as to which the Claim is not Disputed or the Claim is Disputed and is allowed by a  
 16 Final Order; provided, however, if an Unresolved Tort Claim is Settled, it shall only  
 17 become Allowed upon the District Court's approval of the settlement pursuant to the  
 18 provisions of Sections 6.4.5 and 11.8 of the Plan.

19 **"Archbishop"** means the Person who is the sole director of the Debtor and the  
 20 ecclesiastical head of the Archdiocese.

21 **"Archdiocesan Territory"** means the geographic area extending from the  
 22 Washington border on the north to the California border on the south, and from the crest  
 23 of the Cascade Mountains on the east to the Pacific Ocean on the west.

24 **"Archdiocese"** means the Archdiocese of Portland in Oregon, which is an  
 25 ecclesiastical entity.

26 **Page 2 of 67 – THIRD AMENDED AND RESTATED JOINT PLAN OF  
 REORGANIZATION OF DEBTOR, TORT CLAIMANTS COMMITTEE, FUTURE  
 CLAIMANTS REPRESENTATIVE, AND PARISH AND PARISHIONERS  
 COMMITTEE (Dated April 9, 2007)**



1           **“Ballot”** means the ballot that is used by a Creditor to accept or reject the Plan.

2           **“Bankruptcy Code”** means the Bankruptcy Reform Act of 1978, principally  
3 codified in 11 USC Section 101, et seq., and any amendments thereto applicable to this  
4 case.

5           **“Bankruptcy Court”** means the United States Bankruptcy Court for the District  
6 of Oregon.

7           **“Bankruptcy Rules”** means the Rules and Forms of Practice and Procedures in  
8 Bankruptcy promulgated under 28 USC § 2075, as amended, and the local rules and  
9 general orders of the Bankruptcy Court, as applicable to Chapter 11 cases, together  
10 with all amendments and modifications from time to time thereto.

11           **“Beneficiary Claims”** means those Claims of Parishes, Schools, parishioners,  
12 and other Claimants or Creditors claiming a right or entitlement to the use or benefit,  
13 including without limitation any religious use or benefit, of property or funds held by the  
14 Debtor in trust or otherwise restricted in its use, or that the use of such property or funds  
15 to pay Claims against the Debtor violates the terms of any such trust or other restriction.

16           **“Business Day”** means any day other than Saturday, Sunday, or a “legal  
17 holiday”, as that term is defined in Bankruptcy Rule 9006(a).

18           **“Case”** means the case under Chapter 11 of the Bankruptcy Code commenced  
19 by the Debtor on July 6, 2004.

20           **“Cash”** means cash, cash equivalents, bank deposits, and negotiable  
21 instruments payable on demand.

22           **“Chapter 11 Professionals”** means the Debtor’s Professionals, the Tort  
23 Claimants Committee’s Professionals, the Future Claimants Representative’s  
24 Professionals, the Parish and Parishioners’ Committee’s Professionals, and the Joint  
25 Professionals, wherever they are collectively referred to in the Plan.

26  
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REORGANIZATION OF DEBTOR, TORT CLAIMANTS COMMITTEE, FUTURE  
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COMMITTEE (Dated April 9, 2007)**

1       **“Child”** means an unmarried Person under 18 years of age.

2       **“Child Abuse”** means child abuse as defined in ORS 12.117(2).

3       **“Claim”** means any claim, as that term is defined in Section 101(5) of the  
4 Bankruptcy Code, arising before the Effective Date.

5       **“Claimant”** means a Creditor that asserts a Claim.

6       **“Claims Agent”** means the BMC Group, Inc.

7       **“Claims Bar Date”** means April 29, 2005.

8       **“Claims Bar Date Notice”** means the *Notice of Last Day to File Claims,*  
9 *Including Claims for Clergy Sex Abuse and Sexual Misconduct* mailed to all known  
10 Creditors, together with the *Publication Notice* published in various newspapers and  
11 other publications in January, 2005, and thereafter, providing notice of the Claims Bar  
12 Date.

13       **“Claims Bar Date Order”** means the order of the Bankruptcy Court, entered  
14 January 3, 2005, setting the Claims Bar Date and approving the method of notification  
15 of the Claims Bar Date.

16       **“Claims Objection Bar Date”** means, unless extended by the Court, the first  
17 Business Day that follows the 60<sup>th</sup> day after the Effective Date, or such other date as  
18 fixed by the Bankruptcy Court, by which any objection to a Claim (excluding Tort  
19 Claims) must be filed with the Bankruptcy Court or such objection will be forever barred.

20       **“Closing”** means the Reorganized Debtor’s execution and delivery of the Plan  
21 Documents and delivery of the payments to the Known Tort Claims Trust and Future  
22 Claims Trust, as more particularly described in this Plan.

23       **“Co-Defendant”** means a Person or Entity that is named as a defendant in a  
24 lawsuit in which the Debtor is also named as a defendant, or who is potentially  
25

1 responsible for a Claim asserted against both such Person or Entity and the Debtor,  
2 including co-debtors as described in Section 509 of the Bankruptcy Code.

3 **“Confirmation Date”** means the date of the entry of the Confirmation Order.

4 **“Confirmation Order”** means the order confirming this Plan.

5 **“Contingent”** means, with respect to a Claim, a Claim that has not accrued or is  
6 not otherwise payable and the accrual of which or the obligation to make payment on  
7 which is dependent upon a future event that may or may not occur.

8 **“Court”** means the Bankruptcy Court.

9 **“Creditor”** means any creditor, as that term is defined in Section 101(10) of the  
10 Bankruptcy Code.

11 **“Current Obligations”** means (a) all accounts payable and other liabilities or  
12 obligations of the Debtor that arose or accrued in the ordinary course of the Debtor’s  
13 business during this Case, and (b) any taxes that were incurred subsequent to the  
14 Petition Date and became or become legally due and payable by the Debtor  
15 subsequent to the Petition Date and prior to the Effective Date.

16 **“Debtor”** means Roman Catholic Archbishop of Portland in Oregon, and  
17 successors, a corporation sole, dba Archdiocese of Portland in Oregon, which includes,  
18 without limitation, the Archdiocese, the Parishes, and the Schools.<sup>1</sup>

19 **“Debtor Actions”** means any and all claims, causes of action, and enforceable  
20 rights of the Debtor against third parties (other than Insurance Claims) including, without  
21 limitation, claims of the Debtor for recovery of, or based upon, or in any manner arising  
22 from or related to damages, general or exemplary (or both), or other relief relating to (or  
23 based upon) (a) indebtedness owing to the Debtor; (b) fraud, negligence, gross

24 \_\_\_\_\_  
25 <sup>1</sup> Pursuant to the Court’s order entered on February 17, 2006 in the Estate Property  
26 Litigation, the Court determined that the Parishes and the Schools have no separate  
legal existence from the Debtor.

negligence, willful misconduct, or any other tort actions; (c) breaches of contract; (d) violations of federal or state laws (including corporate and securities laws); (e) breaches of fiduciary or agency duties; (f) disregard of the corporate form or piercing the corporate veil or other liability theories; (g) avoidance of transfers or obligations under Chapter 5 of the Bankruptcy Code, under other federal law, or under state law; and (h) any other claim of the Debtor to the extent not specifically compromised or released pursuant to this Plan or an agreement referred to, or incorporated into, this Plan.

**“Debtor Action Recoveries”** means the rights of the Debtor to any and all proceeds or other relief from (a) any award, judgment, relief, or other determination rendered or made as to any Debtor Action; or (b) any compromise or settlement of any Debtor Action.

**“Debtor’s Professionals”** means the law firms Sussman Shank LLP, Schwabe Williamson & Wyatt PC, Miller Nash LLP, and Rothgerber Johnson & Lyons LLP; the economic consulting firm, National Economic Research Associates, Inc.; the financial consulting firm, Mesirow Financial Consulting LLC; the accounting firm KPMG LLP; Kevin McGovern, PhD.; and all other professionals, if any, which the Debtor may retain to provide professional services, all in accordance with Sections 327(a) and 327(e) of the Bankruptcy Code and as approved by the Bankruptcy Court.

**“Disallowed”** means, with respect to any Claim, the extent to which the Claim has been disallowed pursuant to (a) a Final Order, (b) an agreement between the Claimant and the Debtor or the Reorganized Debtor, or (c) the terms of the Plan.

**“Disclosure Statement”** means the Disclosure Statement regarding this Plan, including all exhibits and schedules attached thereto and referenced therein prepared by the Proponents pursuant to Section 1125 of the Bankruptcy Code and approved by

1 the Bankruptcy Court, as such Disclosure Statement may be amended and modified  
2 from time to time.

3 **“Disputed”** means, with respect to a Claim, that an objection to such Claim has  
4 been timely filed as provided in this Plan, or such Claim is listed as disputed in the  
5 Debtor’s schedules filed with the Bankruptcy Court, and such objection or dispute has  
6 not been resolved by Final Order, or by agreement between the Claimant and the  
7 Debtor.

8 **“District Court”** means the United States District Court for the District of  
9 Oregon.

10 **“Donor Claims”** means those Claims of Persons and Entities that have donated  
11 property or funds to the Debtor (including the Archdiocese, a Parish, or a School), and  
12 assert that such funds or property were donated for a specific purpose, including without  
13 limitation any religious purpose, or otherwise are restricted as to use, and that any use  
14 inconsistent with such purpose or restriction constitutes a Claim, or that the use of such  
15 funds or property pursuant to the provisions of this Plan to pay Claims against the  
16 Debtor is inconsistent with such specified purpose or restricted use.

17 **“Effective Date”** means the first Business Day after the Confirmation Date on  
18 which (i) all conditions to effectiveness specified in Section 8.1 of this Plan have been  
19 satisfied or waived, and (ii) no stay of the Confirmation Order is in effect.

20 **“Enjoined Claim”** means any Claim<sup>2</sup> relating to the Insurance Policies or related  
21 rights addressed by the Plan or the Confirmation Order, including without limitation any  
22 contribution, indemnity, subrogation, equitable subrogation, recoupment, quantum  
23 meruit, “other insurance clauses” rights, or similar Claim or legal theory, against any  
24

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25 <sup>2</sup> Solely as used in this definition for Enjoined Claim and in Section 9.4 of the Plan (but  
26 not elsewhere in the Plan), the capitalized term “Claim” has the definition set forth in §  
101(5) of Title 11 of the United States Code.

Settling Insurance Company, its predecessors, successors, and assigns, or their respective officers and directors, whenever and wherever arising or asserted, whether sounding in tort, contract, warranty or any other theory of law, equity or admiralty, including without limitation all Claims by way of direct action, statutory or regulatory action, or otherwise, Claims for exemplary or punitive damages, for attorneys' fees and other expenses, or for any equitable remedy. For the avoidance of doubt, an Enjoined Claim includes only those Claims asserted against a Settling Insurance Company, its predecessors, successors, and assigns, or their respective officers and directors, and does not include the rights of holders of Claims to assert such Claims against any Person or Entity other than Settling Insurance Companies.

**"Estate"** means the bankruptcy estate of the Debtor as created under Section 541 of the Bankruptcy Code.

**"Estate Property Litigation"** means that certain adversary proceeding commenced by the Tort Claimants Committee against the Debtor and others in the Case entitled *Tort Claimants Committee v. Roman Catholic Archbishop of Portland in Oregon, et al*, Adversary Proceeding No. 04-03292, and all appellate proceedings resulting from any orders entered therein.

**"Estimated Amount"** means the amount at which the Bankruptcy Court or the District Court, pursuant to 28 USC §157(b)(2)(B), Section 502(c) of the Bankruptcy Code, and Bankruptcy Rule 3018(a), as the case may be, estimates any Claim or class of Claims that is Contingent, unliquidated, or disputed, including, without limitation, any Tort Claim or class thereof, for the purpose of (a) allowance, (b) distribution, (c) confirming this Plan pursuant to Section 1129 of the Bankruptcy Code, (d) voting to accept or reject this Plan pursuant to Section 1126 of the Bankruptcy Code, or (e) for any other purpose.

1           **“Estimation Order”** means an order of the Bankruptcy Court or the District  
2 Court, as applicable, that determines the Estimated Amount of any Claim or Claims for  
3 any purpose, whether individually or as part of an aggregate.

4           **“FCR”** means the Future Claimants Representative.

5           **“FCR Order”** means the Court’s order entered on December 20, 2004,  
6 appointing David A. Foraker as the Future Claimants Representative.

7           **“FCR’s Professionals”** means the law firm Greene & Markley PC; special  
8 counsel and consulting expert, Alan W. Schefflin; and all other professionals, if any,  
9 which the FCR may retain to provide professional services, all in accordance with the  
10 FCR Order and as approved by the Bankruptcy Court.

11           **“Final Order”** means an order, judgment, ruling or decree of the Bankruptcy  
12 Court, the District Court, or any other court having jurisdiction as to which (a) any  
13 appeal that has been taken has been finally determined or dismissed and the time to  
14 take any further appeal, or to seek certiorari, further reargument or rehearing, has  
15 expired or been waived in writing, or (b) the time to take an appeal has expired and no  
16 appeal has been timely filed.

17           **“Future Claim”** means a Tort Claim that is not a Known Tort Claim, and which is  
18 based on conduct occurring on or before the Effective Date that constitutes Child Abuse  
19 or knowingly allowing, permitting, or encouraging Child Abuse, for which the holder of  
20 such Claim (or his or her parent or legal guardian) did not file a proof of claim by the  
21 Claims Bar Date (excluding the proof of claim filed by the FCR on behalf of all Future  
22 Claimants), and as of the Claims Bar Date (or, if such conduct occurred after the Claims  
23 Bar Date, as of the Effective Date) the holder of such Claim: (1) was under the age of  
24 18; (2) was suffering from “repressed memory” and could not remember the Child  
25 Abuse; or (3) had not discovered the injury or the causal connection between the injury  
26

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REORGANIZATION OF DEBTOR, TORT CLAIMANTS COMMITTEE, FUTURE  
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COMMITTEE (Dated April 9, 2007)**

1 and the Child Abuse, nor in the exercise of reasonable care should have discovered the  
2 injury or the causal connection between the injury and the Child Abuse.

3 **“Future Claimant”** means a Person or Entity who asserts a Future Claim.

4 **“Future Claimants Representative”** means David A. Foraker, the legal  
5 representative for Future Claimants appointed pursuant to the FCR Order, or any  
6 successor appointed or approved by the District Court.

7 **“Future Claims Administration Expenses”** means (i) the reasonable fees of  
8 the Future Claims Trustee and all reasonable and necessary costs and expenses  
9 incurred by the Future Claims Trustee in carrying out the terms of the Future Claims  
10 Trust Agreement (exclusive of amounts necessary to fund Plan payments to holders of  
11 Allowed Future Claims); and (ii) the reasonable fees of the FCR and all reasonable and  
12 necessary costs and expenses (including the reasonable fees and expenses of  
13 attorneys and other professionals retained by the FCR) incurred by the FCR in  
14 exercising any of the FCR’s rights or powers under the Plan or any of the Future Claims  
15 Plan Documents, in connection with the FCR’s oversight of the Reorganized Debtor’s  
16 performance under the Plan and the Future Claims Plan Documents as they relate to  
17 the Future Claims, or with respect to the FCR’s oversight of the Future Claims Trustee’s  
18 performance under the Future Claims Plan Documents.

19 **“Future Claims Bar Date”** means April 30, 2030.

20 **“Future Claims Cap”** at any particular time means the maximum amount of  
21 Cash that may be distributed from the Future Claims Trust to holders of Allowed Future  
22 Claims. The Future Claims Cap on the Effective Date shall be twenty million dollars  
23 (\$20,000,000) (the initial "Future Claims Base Amount"). The Future Claims Cap  
24 existing from time to time shall increase daily by .008219178% (i.e., 3% per year) of the  
25 then existing Future Claims Base Amount (“Future Claims Increases”) from the Effective  
26

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REORGANIZATION OF DEBTOR, TORT CLAIMANTS COMMITTEE, FUTURE  
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COMMITTEE (Dated April 9, 2007)**



1 Date until the twentieth (20<sup>th</sup>) anniversary of the Effective Date. Thereafter, there shall  
 2 be no further Future Claims Increases to the Future Claims Cap. The amount of the  
 3 Future Claims Cap will change daily based on Future Claims Increases and, from time  
 4 to time, as Cash distributions are made by the Future Claims Trust to pay Allowed  
 5 Future Claims (a "Future Claims Distribution"). On each date on which a Future Claims  
 6 Distribution is made on account of one or more Allowed Future Claims, the amount of  
 7 the Future Claims Cap, as determined on such date immediately before the Future  
 8 Claims Distribution is made, shall be reduced by the amount of such Future Claims  
 9 Distribution. Each Future Claims Distribution shall be applied first against the Future  
 10 Claims Increases and then to reduce the Future Claims Base Amount. After each such  
 11 Future Claims Distribution is made, the Future Claims Cap, as reduced, shall increase  
 12 daily by .008219178% of the then existing Future Claims Base Amount until the next  
 13 date on which a Future Claims Distribution is made or until the date that is the twentieth  
 14 (20<sup>th</sup>) anniversary of the Effective Date, whichever shall first occur. In no event shall the  
 15 Future Claims Cap ever exceed thirty-two million dollars (\$32,000,000.00), which limit  
 16 would be reached on the 20th anniversary of the Effective Date only if no payments  
 17 were ever made from the Future Claims Trust prior to that date.

18 **"Future Claims Collateral"** at any particular time means the real and personal  
 19 property, including any letter or letters of credit, that secures or supports the  
 20 Reorganized Debtor's obligations under the Plan with regard to Future Claims and  
 21 under the Future Claims Plan Documents. On the Effective Date and on each  
 22 subsequent Date of Redetermination (as defined in Section 5.5.4 of this Plan), the net  
 23 liquidation value of the Future Claims Collateral shall be equal to or greater than the  
 24 lesser of (i) fifteen million dollars (\$15,000,000), as increased at the rate of three  
 25 percent (3%) per year from the Effective Date until such Date of Redetermination (as

1 calculated without compounding), or (ii) the amount that is the difference between the  
 2 Future Claims Cap on such Date of Redetermination and the amount of Cash and  
 3 investments in the Future Claims Trust available for distribution to Future Claimants on  
 4 such date.

5 **“Future Claims Deposit”** means the initial two million dollar (\$2,000,000) Cash  
 6 deposit that is required to be paid by the Reorganized Debtor to the Future Claims Trust  
 7 at Closing, and any additional amounts of Cash thereafter paid by the Reorganized  
 8 Debtor to the Future Claims Trust from time to time in order to replenish the initial two  
 9 million dollar (\$2,000,000) deposit if and when it drops below one million dollars  
 10 (\$1,000,000), as described in Section 6.1 of this Plan.

11 **“Future Claims Note”** means the promissory note, payable to the order of the  
 12 Future Claims Trustee, that is to be delivered to the Future Claims Trustee at Closing  
 13 pursuant to Section 5.5.5(b) of this Plan.

14 **“Future Claims Plan Documents”** means the agreements, instruments, and  
 15 other documents that are reasonably necessary or desirable in order to implement the  
 16 provisions of the Plan that relate to the creation, administration or funding of the Future  
 17 Claims Trust, the payment by the Reorganized Debtor of Future Claims Administration  
 18 Expenses, and the securing of the Reorganized Debtor’s obligations under the Plan with  
 19 regard to Future Claims or under such agreements, instruments, or other documents.

20 **“Future Claims Trust”** means the trust to be established pursuant to the Plan  
 21 and the Future Claims Trust Agreement for the benefit of the Future Claimants.

22 **“Future Claims Trust Agreement”** means the agreement between the  
 23 Reorganized Debtor and the Future Claims Trustee pursuant to which the Future  
 24 Claims Trust will be established and governed.

1       **“Future Claims Trustee”** means Union Bank of California, and any successor  
2 trustee appointed pursuant to the terms of the Future Claims Trust Agreement.

3       **“Guaranty Claim”** means a Claim against the Debtor for the payment or  
4 satisfaction of the obligations of any other Person or Entity, for which the Debtor by  
5 written agreement, has agreed to make payment or perform such obligations, whether  
6 or not the obligations, or the Debtor’s liability therefor, have matured, or are contingent,  
7 unliquidated, or disputed.

8       **“General Unsecured Claim”** means any Claim against the Debtor that is not an  
9 Administrative Claim, Priority Tax Claim, or Claim that is otherwise classified under the  
10 Plan.

11       **“Insurance Claims”** means all claims, causes of action and enforceable rights  
12 of the Debtor against any Insurance Company for any reason, including, but not limited  
13 to, those for (a) indemnity or payment of any Claims; (b) any such Insurance Company’s  
14 failure or refusal to provide Insurance Coverage under any Insurance Policy, including  
15 the failure or refusal to provide a defense to any Claims; (c) the refusal of any Insurance  
16 Company to compromise and settle any Claims pursuant to any such Insurance Policy;  
17 or (d) the interpretation or enforcement of the terms of any such Insurance Policy.

18       **“Insurance Company”** means (a) any insurance company or insurance broker  
19 that during any period of time either (i) provided Insurance Coverage or allegedly  
20 provided Insurance Coverage to Debtor or (ii) issued an Insurance Policy or allegedly  
21 issued an Insurance Policy to Debtor, and (b) any Person or Entity liable to Debtor  
22 under any Insurance Policy or statute relating to insurance, including, but not limited to  
23 the Oregon Insurance Guaranty Association.

24       **“Insurance Coverage”** means the insurance coverage for Claims under any  
25 Insurance Policy.

1           **“Insurance Policies”** means those insurance policies naming the Debtor as an  
2 insured in effect at any time up to and including the Effective Date for which coverage  
3 may be available for any Claims against the Debtor.

4           **“Insurance Recoveries”** means the rights to any and all proceeds, including  
5 any interest or income earned thereon, and other relief, from (a) any award, judgment,  
6 relief, or other determination entered or made as to any Insurance Claims; (b) any and  
7 all amounts payable by a Settling Insurance Company under any settlement agreement  
8 with respect to Insurance Claims; and (c) any and all proceeds of any Insurance Policy  
9 paid or payable with respect to Insurance Claims.

10           **“Joint Professionals”** means the economic consulting firm, Hamilton Rabinovitz  
11 & Alschuler, Inc., appointed to assist the Debtor, Tort Claimants Committee, and Future  
12 Claimants Representative in determining the estimated amount of projected Future  
13 Claims.

14           **“Known Tort Claim”** means a Tort Claim that is listed on Exhibit “1” to this Plan.

15           **“Known Tort Claims Administration Expenses”** means the reasonable fees of  
16 the Known Tort Claims Trustee and all reasonable and necessary costs and expenses  
17 incurred by the Known Tort Claims Trustee in carrying out the terms of the Known Tort  
18 Claims Trust Agreement (exclusive of amounts necessary to fund Plan payments to  
19 holders of Allowed Unresolved Known Tort Claims).

20           **“Known Tort Claims Cap”** at any particular time means the maximum amount  
21 of Cash that may be distributed from the Known Tort Claims Trust to holders of Allowed  
22 Unresolved Known Tort Claims. The Known Tort Claims Cap on the Effective Date  
23 shall be thirteen million seven hundred twenty-two thousand five hundred dollars  
24 (\$13,722,500), less the amounts to be paid by the Reorganized Debtor on the Effective  
25 Date to holders of Allowed Unresolved Known Tort Claims. The amount of the Known  
26

1 Tort Claims Cap will change, from time to time, as earnings accrue on the investments  
2 held in the Known Tort Claims Trust and as distributions are made by the Known Tort  
3 Claims Trust to pay Allowed Unresolved Known Tort Claims (a "Known Tort Claims  
4 Distribution"). On each date on which a Known Tort Claims Distribution is made on  
5 account of one or more Allowed Unresolved Known Tort Claims, the amount of the  
6 Known Tort Claims Cap shall be reduced by the amount of such Known Tort Claims  
7 Distribution.

8 **"Known Tort Claims Deposit"** means the Cash deposit that is required to be  
9 paid by the Reorganized Debtor to the Known Tort Claims Trust at Closing equal in  
10 amount to \$13,722,500 less the amounts to be paid by the Reorganized Debtor on the  
11 Effective Date to holders of Allowed Unresolved Known Tort Claims. Five Hundred  
12 Thousand Dollars (\$500,000) of the Known Tort Claims Deposit shall be payable solely  
13 to the holder of Claim No. 143 in the event he is successful on appeal to the Oregon  
14 Court of Appeals or Oregon Supreme Court in obtaining a reversal of the dismissal of  
15 his Claim against the Debtor; however, if such appeal is unsuccessful, the \$500,000 will  
16 become available for payment of the other Unresolved Known Tort Claims that are  
17 payable from the Known Tort Claims Trust.

18 **"Known Tort Claims Plan Documents"** means the agreements, instruments,  
19 and other documents that are reasonably necessary or desirable in order to implement  
20 the provisions of the Plan that relate to the creation, administration or funding of the  
21 Known Tort Claims Trust or to the payment by the Reorganized Debtor of Known Tort  
22 Claims Trust Administration Expenses.

23 **"Known Tort Claimant"** means a Person or Entity who has asserted a Known  
24 Tort Claim.

1           **“Known Tort Claims Trust”** means the trust to be established pursuant to the  
2 Plan and the Known Tort Claims Trust Agreement for the benefit of the Unresolved  
3 Known Tort Claimants.

4           **“Known Tort Claims Trust Agreement”** means the agreement between the  
5 Reorganized Debtor and the Known Tort Claims Trustee pursuant to which the Known  
6 Tort Claims Trust will be established and governed.

7           **“Known Tort Claims Trustee”** means Union Bank of California, and any  
8 successor trustee appointed pursuant to the terms of the Known Tort Claims Trust  
9 Agreement.

10           **“Litigation Procedures”** refers to the procedures set forth in Section 6.4 of this  
11 Plan, and such other procedures as may be set forth in any orders entered or to be  
12 entered by the Bankruptcy Court, the District Court, or a State Court establishing the  
13 procedures for the submission, evaluation, processing, liquidation, allowance or  
14 disallowance of the Unresolved Known Tort Claims and Future Claims.

15           **“Mediators”** means the Hon. Michael R. Hogan and the Hon. Lyle C. Velure.

16           **“Non-Settling Insurance Company”** means an Insurance Company that is not  
17 a Settling Insurance Company.

18           **“Non-Tax Priority Claim”** means any Claim which, if Allowed, would be entitled  
19 to priority under Section 507(a)(2) through (7) of the Bankruptcy Code.

20           **“Parish”** means a community of the Christian faithful stably constituted in a  
21 particular church within the Archdiocesan Territory, whose pastoral care is entrusted to  
22 a pastor as its proper pastor under the authority of the Archbishop, including but not  
23 limited to, the parish as an ecclesiastical entity, parish clergy, parish corporations,  
24 parish employees, and parishioners.

1           **“Parish and Parishioners Committee”** means the committee formed by the  
2       Parishes and parishioners for the purpose of representing the Parishes’ and  
3       parishioners’ interests in this Case.

4           **“Parish and Parishioners Committee’s Professionals”** means the law firm  
5       Perkins Coie LLP.

6           **“Petition Date”** means July 6, 2004, the date the Debtor filed the petition  
7       commencing this Case.

8           **“Plan”** means this Plan of Reorganization and any and all modifications and/or  
9       amendments thereto.

10          **“Plan Documents”** means all agreements, documents and exhibits, as the  
11       same may be amended, modified, supplemented, or restated from time to time, that are  
12       necessary or appropriate to implement the Plan, the Known Tort Claims Trust, and the  
13       Future Claims Trust as described in Section 6.5 of this Plan. The Plan Documents  
14       include the Known Tort Claims Plan Documents, the Future Claims Plan Documents,  
15       and those documents establishing and securing the credit facility with Allied Irish Banks,  
16       p.l.c.

17          **“Plan Interest Rate”** means the interest rate for deferred payments under this  
18       Plan, which rate will be five percent (5%) per annum, unless otherwise determined by  
19       the Bankruptcy Court.

20          **“Priority Tax Claim”** means any Claim against the Debtor that, if Allowed, would  
21       be entitled to a priority in payment under Section 507(a)(8) of the Bankruptcy Code.

22          **“Priority Tax Claimant”** means an Entity that asserts a Priority Tax Claim.

23          **“Proponents”** means the Debtor, the Tort Claimants Committee, the Future  
24       Claimants Representative, and the Parish and Parishioners Committee.

25  
26       **Page 17 of 67 – THIRD AMENDED AND RESTATED JOINT PLAN OF  
REORGANIZATION OF DEBTOR, TORT CLAIMANTS COMMITTEE, FUTURE  
CLAIMANTS REPRESENTATIVE, AND PARISH AND PARISHIONERS  
COMMITTEE (Dated April 9, 2007)**

1       **“Pro Rata”** means proportionate, and when applied to a Claim means the ratio  
2 of the amount distributed on account of an Allowed Claim in a class to the amount  
3 distributed on account of all Allowed Claims in such class.

4       **“Punitive Damages”** means that portion of a Tort Claim for punitive or  
5 exemplary damages.

6       **“Released Parties”** means the Debtor (including, without limitation, the  
7 Archdiocese, the Parishes, and the Schools) before the Effective Date, the Tort  
8 Claimants Committee, the Parish and Parishioners Committee, the Future Claimants  
9 Representative, Hamilton Rabinovitz & Alschuler, and all of their respective present or  
10 former members, managers, officers, directors, employees, or agents acting in such  
11 capacity.

12       **“Reorganized Debtor”** means the Debtor on and after the Effective Date.

13       **“Representatives”** means the current and former officers, directors, agents,  
14 attorneys, employees, and legal representatives of a Person or Entity.

15       **“Retiree Benefit Claims”** means Claims for unfunded liabilities to any Entity or  
16 Person for the purpose of providing or reimbursing payments for retired clergy or  
17 employees of the Debtor and their spouses and dependents, for pension, medical,  
18 surgical, or hospital care benefits, or benefits in the event of sickness, accident,  
19 disability or death under any plan, fund, or program established by the Debtor prior to  
20 the Petition Date.

21       **“School”** means any school operated by the Debtor (including any Parish or  
22 Parishes, or the Archdiocese) within the Archdiocesan Territory, including but not limited  
23 to all elementary schools, all middle schools, Central Catholic High School, Marist High  
24 School, and Regis High School.



1           **“Section 363 Sale”** means a sale of property pursuant to the provisions of  
2     Section 363 of the Bankruptcy Code.

3           **“Secured Claim”** means any Claim, including interest, fees and charges as  
4     determined pursuant to Section 506(b) of the Bankruptcy Code, against the Debtor that  
5     is (a) secured in whole or in part as of the Petition Date by a lien on any of the assets or  
6     property of the Debtor, which lien is valid, perfected, and enforceable under applicable  
7     law and is not subject to avoidance under the Bankruptcy Code or applicable non-  
8     bankruptcy law, but only to the extent of the value of the assets or property securing any  
9     such Claim; or (b) subject to setoff under Section 553 of the Bankruptcy Code, but only  
10    to the extent of the amount subject to such setoff.

11          **“Settled”** means, with respect to a Claim, a Claim that has been resolved by  
12    agreement.

13          **“Settled Known Tort Claims”** means those Tort Claims listed on Exhibit “2”  
14    attached to this Plan.

15          **“Settling Insurance Company”** means an Insurance Company that has entered  
16    into, or enters into, a settlement agreement with the Debtor that has been approved by  
17    the Bankruptcy Court pursuant to which the Settling Insurance Company has  
18    (i) provided consideration to the Debtor in exchange for a release of any liability or  
19    obligation to make payments or provide Insurance Coverage for any Claim; and/or (ii)  
20    provided consideration to the Debtor to purchase its Insurance Policy or Policies from  
21    the Debtor in a Section 363 Sale. A schedule listing all Settling Insurance Companies  
22    will be set forth in the Confirmation Order.

23          **“Sexual Misconduct”** means any sexual contact which is, or is alleged to be,  
24    inappropriate or nonconsensual, including, without limitation, any of the offenses  
25    defined in ORS 163.315 through ORS 163.467.

26  
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REORGANIZATION OF DEBTOR, TORT CLAIMANTS COMMITTEE, FUTURE  
CLAIMANTS REPRESENTATIVE, AND PARISH AND PARISHIONERS  
COMMITTEE (Dated April 9, 2007)**

1           **“State Court”** means any court of the state of Oregon having jurisdiction over a  
2 Tort Claim and for which the Bankruptcy Court has granted relief from stay to allow such  
3 Claim to be resolved in such court.

4           **“Statement of Financial Affairs”** means the Debtor’s Statement of Financial  
5 Affairs, and any amendments or supplements thereto, filed by the Debtor with the  
6 Bankruptcy Court pursuant to Bankruptcy Rule 1007.

7           **“Temporarily Allowed”** means temporarily allowed for any purpose other than  
8 distribution on a Claim pursuant to Bankruptcy Rule 3018(a) or otherwise.

9           **“Tort Claim”** means any Claim, demand, suit, cause of action, proceeding or any  
10 other rights or asserted right to payment, now or hereafter asserted against the Debtor  
11 (including the Archdiocese, the Parishes, and the Schools), any Released Parties, or  
12 any Settling Insurance Companies, for Claims arising in tort, including but not limited to  
13 personal injury tort and wrongful death Claims, Claims for punitive or exemplary  
14 damages, and Claims based upon or in any manner arising from or related to any act or  
15 acts of Child Abuse or Sexual Misconduct first occurring on or prior to the Effective  
16 Date. Tort Claims include, without limitation, those based on (a) the processing,  
17 adjustment, defense, settlement, payment, negotiation, or handling of any Claims,  
18 demands, suits, proceedings or causes of action based upon or relating in any way to  
19 such act or acts of Child Abuse or Sexual Misconduct; (b) the failure to warn, disclose,  
20 or provide information concerning the risk that any Person or Persons might, or have  
21 the propensity to, engage in Child Abuse or Sexual Misconduct; (c) the failure to take  
22 remedial action with respect to alleged, suspected or known Child Abuse or Sexual  
23 Misconduct; and (d) the actions or inactions of any Person or Entity involving Child  
24 Abuse or Sexual Misconduct; including, without limitation, (i) Claims for death or  
25 personal injuries, including emotional distress, (ii) Claims for vicarious liability, (iii)

Claims for damages of any nature, (iv) Claims for attorneys' fees and other expenses, fees or costs, (v) Claims for any possible economic loss or loss of consortium, (vi) Claims for damage to reputation, and (vii) Claims for any legal or equitable remedy; provided, however, that a Tort Claim shall not include any Co-Defendant(s) Claims against the Debtor for contribution or indemnity relating to a Tort Claim.

**"Tort Claimant"** means a Person or Entity that asserts a Tort Claim.

**"Tort Claimants Committee"** means the Official Committee of Tort Claimants appointed by the United States Trustee to represent the collective interests of those Persons or Entities asserting Known Tort Claims in this Case, as such committee may be reconstituted from time to time.

**"Tort Claimants Committee's Professionals"** means the law firm Tonkon Torp LLP; law professor Marci A. Hamilton; the economic consulting firm, LECG LLC; John Conte, PhD.; the media consulting firm, The Ovation Group LLC; the real estate appraisal firms, Powell Valuations Inc., Duncan & Brown Inc., Skelte & Associates Inc.; attorney Arthur Johnson; and all other professionals, if any, which the Tort Claimants Committee may retain to provide professional services, all in accordance with Section 1103(a) of the Bankruptcy Code and as approved by the Bankruptcy Court.

**"Unresolved"** means, with respect to a Claim, a Disputed Claim that has not been Allowed or Disallowed for distribution purposes.

**"Unresolved Known Tort Claims"** means those Tort Claims listed on Exhibit "3" attached to this Plan.

## **2. TREATMENT OF UNCLASSIFIED CLAIMS.**

**2.1 Administrative Claims.** The Reorganized Debtor will pay Administrative Claimants the full amount of their Allowed Administrative Claims in Cash either (a) on or as soon as practicable following the Effective Date, or, if later, the Allowance Date; or

(b) upon such terms as may be agreed to in writing by the Administrative Claimant and the Debtor or the Reorganized Debtor; provided, however, that any Current Obligations will be paid in full in the ordinary course of business in accordance with the terms and conditions of any agreement relating thereto.

**2.2 Priority Tax Claims.** The Reorganized Debtor will pay Priority Tax Claimants the full amount of their Allowed Priority Tax Claims, together with interest thereon at the Plan Interest Rate from the Petition Date until paid, in Cash, either (a) on or as soon as practicable following the Effective Date or, if later, the Allowance Date; or (b) upon such terms as may be agreed in writing by the Priority Tax Claimant and the Debtor or the Reorganized Debtor.

### **3. CLASSIFICATION OF CLAIMS.**

All Claims except Administrative Expense Claims and Priority Tax Claims are placed in the following classes for all purposes. A Claim is classified in a particular class only to the extent the Claim qualifies within the description of that class and is classified in a different class to the extent the Claim qualifies within the description of that different class. If a Claim is acquired or transferred, the Claim will be placed in the class where it would have been placed if it were owned by the original holder of such Claim. If a Claimant has more than one Claim in the same class, such Claims will be aggregated and treated as a single Claim. If a Claimant has Claims in different classes, such Claims will be aggregated only within the same class and not between classes.

Class 1: Non-Tax Priority Claims

Class 2: Umpqua Bank Secured Claim

Class 3: Perpetual Endowment Fund Secured Claim

Class 4: Key Bank Guaranty Claims

Class 5: General Unsecured Claims

Class 6: Settled Known Tort Claims

Class 7: Unresolved Known Tort Claims

Class 8: Future Claims

Class 9: Retiree Benefit Claims

Class 10: Donor and Beneficiary Claims

**4. TREATMENT OF UNIMPAIRED CLASSES OF CLAIMS.**

**4.1 Class 1: Non-Tax Priority Claims.** The holders of Allowed Non-Tax Priority Claims will receive either (a) payment from the Reorganized Debtor of the full amount of their Allowed Claims, together with interest thereon at the Plan Interest Rate from the Petition Date until paid, in Cash, on or as soon as practicable following the Effective Date or, if later, the Allowance Date; or (b) payment of their Allowed Claims upon such terms as may be agreed in writing by the Claimant and the Reorganized Debtor.

**4.2 Class 2: Umpqua Bank.** Umpqua Bank ("Umpqua") will have an Allowed Secured Claim for approximately \$313,700, plus any interest, fees, and other charges accrued on such Claim as authorized by the terms of the Debtor's promissory note and other related documents. Umpqua's Allowed Secured Claim will be paid in full on or as soon as reasonably practicable following the Effective Date and Umpqua will release all Collateral securing its Claim.

**4.3 Class 6: Settled Known Tort Claims.** Holders of Settled Known Tort Claims will receive payment from the Reorganized Debtor on the Effective Date of the full amount of their Allowed Claims, together with all interest accrued thereon to the extent provided in (a) settlement agreements with the Debtor, (b) any Final Order of the Court authorizing the payment of interest on such Claims, or (c) Section 6.2 of this Plan.

**4.4 Class 9: Retiree Benefit Claims.**

The holders of Allowed Retiree Benefit Claims will not be impaired and will not have their rights altered by this Plan. Allowed Retiree Benefit Claims will be paid, performed, and honored by the Reorganized Debtor in full, when due, in accordance with their terms or the terms of the relevant pension plan notwithstanding any other contrary provision of this Plan; provided, however, that the rights of the holders of such Claims will be subject to modification or termination as provided by the terms of the existing benefit plans, consistent with applicable law.

**5. TREATMENT OF IMPAIRED CLASSES OF CLAIMS.**

**5.1 Class 3: Perpetual Endowment Fund Secured Claim.**

The Archdiocese of Portland in Oregon Perpetual Endowment Fund (the "Endowment Fund") will have an Allowed Unsecured Claim for approximately \$4,974,348, plus any interest, fees, and other charges accrued on such Claim as authorized by the terms of the Debtor's promissory note, deed of trust, and other related documents. At Closing, the Endowment Fund will release any Collateral securing its Claim. The Endowment Fund's Allowed Claim will be paid in full, together with interest accruing from and after the Effective Date at the non-default contract rate, in 120 equal monthly installments of principal and interest commencing on the first day of the first month following the Effective Date and continuing on the first day of each month thereafter until paid in full.

**5.2 Class 4: Key Bank Guaranty Claims.**

The Reorganized Debtor will satisfy Key Bank's Guaranty Claims as follows:

**5.2.1 Assumption Village.**

The Reorganized Debtor will assume the Key Bank guaranty obligation regarding the Assumption Village property and pay according to its terms, subject to revisions to the guaranty agreement and financial covenants that will cure any defaults and permit the Reorganized Debtor to cure any subsequent default of the principal obligor, Assumption Village LLC, and to continue making any

payments required of the principal obligor on the underlying obligations secured by the guaranty before the guaranty obligation would become due and payable.

**5.2.2 Trinity Court.** Trinity Court, LLC is in default of its direct obligations to Key Bank in the following approximate amounts:

a. Reimbursement Obligation: \$2,587,909.38 (\$2,426,508.59 principal, \$142,558.79 accrued interest from 9/21/06, \$18,842.00 unpaid letter of credit fees). The interest rate is Prime+3.00% (currently 11.25%), and the current per diem is \$758.28393.

b. Interest Rate Swap Termination Fee: \$287,267.94 (\$272,746.10 principal, \$14,521.84 accrued interest from 9/22/06). The interest rate is Prime+2.00% (currently 10.25%), and the current per diem is \$77.65688.

c. Attorney Fees: \$133,464 incurred in connection with the Trinity Court defaults and with the restructuring, redocumentation and enforcement of the obligations of Villa St. Margaret and Assumption Village.

It is anticipated that the Trinity Court property will be sold within two years of the Effective Date and the net proceeds paid to Key Bank; however, the property is currently involved in litigation and it is possible that the sale may not occur. Prior to that time, Key Bank's above stated claim on the Trinity Court project will be paid in equal monthly installments of \$75,000, including interest at the Plan Interest Rate, commencing approximately 30 days following the Effective Date, with the remaining balance to be paid upon the earlier to occur of (1) the sale of the property, or (2) the two year anniversary of the Effective Date.

**5.2.3 Villa St. Margaret.** The Reorganized Debtor will assume the Key Bank guaranty obligation regarding the Villa St. Margaret property and will pay on or as

soon as reasonably practicable, but not more than 30 days, following the Effective Date the following approximate amounts advanced by Key Bank:

Letter of Credit Extension Fee due 4/22/07:	\$26,000+
Bond Interest Payment due 4/5/07:	\$70,000±
Bond Principal Payment due 4/5/07:	\$75,000±

Upon such payments to Key Bank, and provided that each such payment is made within 90 days of the date it was contractually due, both the Debtor's guaranty obligation and Village Enterprises, Inc.'s obligations to Key Bank regarding the Villa St. Margaret property will be cured and reinstated in full, without default, according to their terms.

In addition, the Reorganized Debtor will provide funding as necessary to Village Enterprises, Inc. to permit it to pay the following approximate amounts on the Villa St. Margaret project as they come due:

Bond Interest Payment due 7/1/07	\$ 70,000±
Bond Interest Payment due 10/1/07	\$ 70,000±
Bond Interest Payment due 1/1/08	\$ 70,000±
Real Property Taxes due through 7/1/07	\$168,000±

**5.3 Class 5: General Unsecured Claims.** The holders of Allowed General Unsecured Claims will receive payment from the Reorganized Debtor of the full amount of their Allowed Claims, together with interest thereon at the Plan Interest Rate from the Petition Date until paid, in Cash, within 60 days following the later to occur of the Effective Date or the Allowance Date.

**5.4 Class 7: Unresolved Known Tort Claims.**

**5.4.1 Satisfaction of Debtor's and Reorganized Debtor's Obligation to Pay Unresolved Known Tort Claims.** The Debtor's liability with regard to all Unresolved Known Tort Claims shall be satisfied in full by the Reorganized Debtor's



1 agreements and other undertakings under this Plan and the Known Tort Claims Plan  
 2 Documents. On the Effective Date, the Reorganized Debtor will pay, or cause to be  
 3 paid, in Cash (1) to each holder of an Allowed Unresolved Known Tort Claims the  
 4 amount that is necessary to pay such Claim in full, together with all interest accrued  
 5 thereon to the extent provided in (a) any settlement agreement with the Debtor, (b) any  
 6 Final Order of the Court authorizing the payment of interest on such Claim, or  
 7 (c) Section 6.2 of this Plan, and (2) to the Known Tort Claims Trust the Known Tort  
 8 Claims Deposit. Upon such payments, the Reorganized Debtor's obligations under this  
 9 Plan and the Known Tort Claims Plan Documents to make payments on account of  
 10 Unresolved Known Tort Claims shall terminate and be fully satisfied. In addition to its  
 11 obligation to make the payments to the holders of Allowed Unresolved Known Tort  
 12 Claims and to the Known Tort Claims Trust (as previously described in this Section  
 13 5.4.1), the Reorganized Debtor shall from time to time (i) pay, or cause to be paid, to the  
 14 Known Tort Claims Trustee, Cash in the amount that is necessary to pay in full all  
 15 Known Tort Claims Administration Expenses, whenever incurred, and (ii) otherwise fulfill  
 16 its obligations under the Plan with regard to Unresolved Known Tort Claims and under  
 17 the Known Tort Claims Plan Documents. Except as provided in the Plan, in the  
 18 Confirmation Order, or in the Known Tort Claims Plan Documents, neither the Debtor  
 19 nor the Reorganized Debtor shall have any liability or obligation to the Unresolved  
 20 Known Tort Claimants, the Known Tort Claims Trust, or the Known Tort Claims Trustee.

21 **5.4.2 Resolution of Unresolved Known Tort Claims.** Except as  
 22 otherwise provided in the Plan, all legal and equitable rights of the Known Tort  
 23 Claimants with regard to Unresolved Known Tort Claims (including their right, if any, to  
 24 trial by jury), and the Debtor's and the Reorganized Debtor's defenses thereto, shall  
 25 remain unaltered. Unless otherwise agreed by the Reorganized Debtor and by those  
 26

1 Non-Settling Insurance Companies providing a defense of such Claim, each Unresolved  
 2 Known Tort Claim that has not been Allowed as of the Effective Date will be resolved  
 3 pursuant to the Litigation Procedures to the extent applicable.

4 **5.4.3 Satisfaction of Unresolved Known Tort Claims Solely from**  
 5 **Known Tort Claims Trust.** On the Effective Date, each Unresolved Known Tort Claim  
 6 that has not been Allowed shall be irrevocably assumed by, and once Allowed, satisfied  
 7 solely by payment from, the Known Tort Claims Trust. Each Known Tort Claimant  
 8 holding an Unresolved Known Tort Claim that has not been Allowed on the Effective  
 9 Date shall, within 10 days of the Allowance Date as determined pursuant to Section  
 10 6.4.5 of the Plan, be paid in Cash, solely from the Known Tort Claims Trust, the full  
 11 amount of such holder's Allowed Known Tort Claim that is not for Punitive Damages,  
 12 together with interest thereon at the Plan Interest Rate from the Allowance Date until  
 13 paid. All Unresolved Known Tort Claims for Punitive Damages shall be subordinated, in  
 14 right of payment, to the prior payment in full, together with interest thereon as provided  
 15 herein, of all Unresolved Known Tort Claims that are not for Punitive Damages. As  
 16 soon as is practicable after all Unresolved Known Tort Claims have been Allowed or  
 17 Disallowed, and provided that all Unresolved Known Tort Claims that have been  
 18 Allowed and are not for Punitive Damages, together with interest thereon as provided  
 19 herein, have been paid in full, each holder of an Unresolved Known Tort Claim that has  
 20 been Allowed for Punitive Damages shall be entitled to receive, solely from the Known  
 21 Tort Claims Trust, a Pro Rata share of Cash available for distribution to Known Tort  
 22 Claimants up to the full amount of such Allowed Claim for Punitive Damages, together  
 23 with interest thereon at the Plan Interest Rate from the Allowance Date until paid.  
 24 Except as provided in Section 6.5.13.3 of this Plan, the Known Tort Claims Deposit, any  
 25 investment earnings thereon, and all other amounts, if any, deposited into the Known  
 26

Tort Claims Trust shall be used solely to pay Allowed Unresolved Known Tort Claims and any taxes on the Known Tort Claims Trust's earnings; provided, however, that if the Reorganized Debtor shall fail to pay any Known Tort Claims Administration Expenses and such failure is not remedied within 30 days after the Known Tort Claims Trustee gives the Reorganized Debtor written notice of such default under this Plan, the Known Tort Claims Trustee may pay such unpaid Known Tort Claims Administration Expenses from the Known Tort Claims Trust.

**5.4.4 Deliverables to Known Tort Claims Trustee at Closing.** At Closing, the Reorganized Debtor shall deliver, or cause to be delivered, to the Known Tort Claims Trustee all of the following:

- (a) the Known Tort Claims Trust Agreement;
- (b) the Known Tort Claims Deposit; and,
- (c) such other Known Tort Claims Plan Documents as may be reasonably necessary or reasonably requested by the Tort Claimants Committee.

Each of the foregoing documents shall be dated as of the date of Closing, be duly executed on behalf of the Reorganized Debtor, and be reasonably satisfactory in form and content to the Tort Claimants Committee.

**5.5 Class 8: Future Claims.**

**5.5.1 Satisfaction of Debtor's and Reorganized Debtor's Obligation to Pay Future Claims.** The Debtor's liability with regard to all Future Claims shall be satisfied in full by the Reorganized Debtor's agreements and other undertakings under this Plan and the Future Claims Plan Documents. The Reorganized Debtor's obligation under this Plan and the Future Claims Plan Documents to make payments on account of Future Claims shall terminate and be fully satisfied when the Reorganized Debtor has paid, or caused to be paid, in Cash to the Future Claims Trust the lesser of (a) the

1 amount that is necessary to reduce the Future Claims Cap to zero dollars, or (b) the  
 2 amount that is necessary to pay in full, together with interest thereon as provided  
 3 herein, the Allowed amounts of all Future Claims as to which, in each case, prior to or  
 4 on the Future Claims Bar Date, a complaint is filed or a written notice is given to the  
 5 Reorganized Debtor as provided in Section 5.5.2 below. In addition to its obligation to  
 6 make payments to the Future Claims Trust (as described in the preceding sentence),  
 7 the Reorganized Debtor shall from time to time (i) pay, or cause to be paid, to the  
 8 Future Claims Trustee or the FCR, as appropriate, in Cash the amount that is  
 9 necessary to pay in full all Future Claims Administration Expenses, whenever incurred,  
 10 and (ii) otherwise fulfill its obligations under the Plan with regard to Future Claims and  
 11 under the Future Claims Plan Documents. Except as provided in the Plan, in the  
 12 Confirmation Order, or in the Future Claims Plan Documents, neither the Debtor nor the  
 13 Reorganized Debtor shall have any liability or obligation to the Future Claimants, the  
 14 FCR, the Future Claims Trust, or the Future Claims Trustee.

15 **5.5.2 Resolution of Future Claims.** Except as otherwise provided in the  
 16 Plan, all legal and equitable rights of Future Claimants with regard to Future Claims  
 17 (including their right, if any, to trial by jury), and the Debtor's and the Reorganized  
 18 Debtor's defenses thereto, shall remain unaltered. A Future Claim shall be Disallowed  
 19 and the holder thereof shall not receive or retain under the Plan any payment or other  
 20 consideration on account of such holder's Future Claim, unless, on or before the Future  
 21 Claims Bar Date, the holder thereof either commences a civil action in the District Court  
 22 asserting the Future Claim or delivers to the Reorganized Debtor a notice in writing  
 23 which reasonably indicates the holder's intention to seek a monetary recovery on  
 24 account of the Future Claim. Unless otherwise agreed by the Reorganized Debtor and  
 25 by those Non-Settling Insurance Companies providing a defense of such Claim, each

1 Future Claim will be resolved pursuant to the Litigation Procedures to the extent  
2 applicable.

### 3 **5.5.3 Satisfaction of Future Claims Solely from Future Claims Trust.**

4 On the Effective Date, each Future Claim shall be irrevocably assumed by, and once  
5 Allowed, satisfied solely by payment from, the Future Claims Trust. Each Future  
6 Claimant shall be entitled to be paid in Cash, solely from the Future Claims Trust, the  
7 full amount of such holder's Allowed Future Claim that is not for Punitive Damages,  
8 together with interest thereon at the Plan Interest Rate from the Allowance Date until  
9 paid, promptly (but in no event later than 90 days) after such Future Claim becomes  
10 Allowed; provided, however, that the District Court, on motion of the FCR or any holder  
11 of a Future Claim and after notice to the Reorganized Debtor, the FCR, the Future  
12 Claims Trustee, and all known Future Claimants, may at any time order that holders of  
13 Allowed Future Claims not for Punitive Damages receive from the Future Claims Trust a  
14 distribution that is only a percentage of such holders' Allowed Claims and that the  
15 Future Claims Trustee establish a reserve for the benefit of holders of unknown Future  
16 Claims and of known but Disputed Future Claims, if the District Court determines that it  
17 is reasonably likely that the then-existing Future Claims Cap will be insufficient to  
18 enable the Future Claims Trust to pay in full all Allowed Future Claims not for Punitive  
19 Damages that are reasonably expected to be asserted before the Future Claims Bar  
20 Date expires. All Future Claims for Punitive Damages shall be subordinated, in right of  
21 payment, to the prior payment in full, together with interest thereon as provided herein,  
22 of all Allowed Future Claims that are not for Punitive Damages. As soon as is  
23 practicable after (a) the Future Claims Bar Date has expired and (b) each Future Claim  
24 has been Allowed or Disallowed, and provided that all Allowed Future Claims not for  
25 Punitive Damages, together with interest thereon as provided herein, have been paid in

1 full, each holder of an Allowed Future Claim for Punitive Damages shall be entitled to  
 2 receive, solely from the Future Claims Trust, a Pro Rata share of Cash available for  
 3 distribution to Future Claimants up to the full amount of such Allowed Claim, together  
 4 with interest thereon at the Plan Interest Rate from the Allowance Date until paid.  
 5 Except as provided in Section 6.5.13.3 of this Plan, the Future Claims Deposit, any  
 6 investment earnings thereon, and all other amounts, if any, deposited into the Future  
 7 Claims Trust shall be used solely to pay Allowed Future Claims and any taxes on the  
 8 Future Claims Trust's earnings; provided, however, that if the Reorganized Debtor shall  
 9 fail to pay any Future Claims Administration Expenses and such failure is not remedied  
 10 within 30 days after the Future Claims Trustee or the FCR, as the case may be, gives  
 11 the Reorganized Debtor written notice of such default under this Plan, the Future Claims  
 12 Trustee may pay such unpaid Future Claims Administration Expenses from the Future  
 13 Claims Trust.

14 **5.5.4 Future Claims Collateral.** The Reorganized Debtor's obligations  
 15 under the Plan with regard to Future Claims and under the Future Claims Plan  
 16 Documents shall be supported by a letter of credit or secured by a first priority security  
 17 interest in and lien on the Future Claims Collateral at all times from the Effective Date  
 18 until the twentieth anniversary of the Effective Date. The value of the Future Claims  
 19 Collateral shall be reviewed and redetermined on the first anniversary of the Effective  
 20 Date and on each anniversary thereafter (each a "Date of Redetermination"). Unless  
 21 earlier released, on the twentieth anniversary of the Effective Date, the Future Claims  
 22 Trustee will release the Future Claims Collateral and deliver same and any related  
 23 documents to the Reorganized Debtor.

**5.5.5 Deliverables to Future Claims Trustee at Closing.** At Closing, the Reorganized Debtor shall deliver, or cause to be delivered, to the Future Claims Trustee all of the following:

- (a) the Future Claims Trust Agreement;
- (b) the Future Claims Note in the principal amount of eighteen million dollars (\$18,000,000);
- (c) the Future Claims Deposit of two million dollars (\$2,000,000) Cash;
- (d) a letter or letters of credit in the initial amount of fifteen million dollars (\$15,000,000); and,
- (e) such other Future Claims Plan Documents as may be reasonably necessary or reasonably requested by the FCR.

Each of the foregoing documents shall be dated as of the date of Closing, be duly executed on behalf of the Reorganized Debtor, and be reasonably satisfactory in form and content to the FCR.

**5.6 Class 10: Donor and Beneficiary Claims.** All Donor and Beneficiary Claims, if any, will be satisfied solely by the Reorganized Debtor's agreement under Section 7.2 of this Plan.

**6. PROVISIONS GOVERNING RESOLUTION AND PAYMENT OF UNRESOLVED TORT CLAIMS**

**6.1 Replenishment of Cash Deposit for Unresolved Future Claims.**

As Allowed Claims are paid and the amount of the Future Claims Deposit is reduced below one million dollars (\$1,000,000), the Reorganized Debtor will, from time to time, replenish the Future Claims Deposit to the lesser of (a) two million dollars (\$2,000,000), or (b) the outstanding balance of the Future Claims Note.

**6.2 Post-Petition Interest.**

Except as otherwise set forth in Exhibit "4", interest shall accrue and be payable on Tort Claims at the Plan Interest Rate from and after the Allowance Date.

**6.3 Mediators Settlement Offers.**

Each Known Tort Claimant holding an Unresolved Known Tort Claim will receive a Mediators' settlement offer in an amount to be determined by the Mediators in the Mediators' sole discretion. If accepted by the Claimant, then such Claim will be Allowed in the amount of such settlement offer and paid pursuant to Section 6.5.7.

**6.4 Resolution of Unresolved Tort Claims.**

**6.4.1 Litigation Procedures.**

Each Claimant holding an Unresolved Tort Claim that was not Allowed as of the Effective Date will have his or her Claim resolved under the Litigation Procedures set forth in this Plan and under the case management orders entered or to be entered by the Bankruptcy Court, the District Court, or the State Court, as applicable.

**6.4.2 Litigation of Claims.**

Each Claimant holding an Unresolved Tort Claim that was not Allowed as of the Effective Date will proceed with litigation of such Claimant's Claim by trial in the District Court or State Court, as applicable. The Reorganized Debtor will be responsible for defending such Claims and will possess all of the Debtor's rights in defense of such Claims. Nothing in this Plan or in the Plan Documents shall affect the right of any such Claimant or of the Reorganized Debtor to take an appeal from any order, judgment, ruling or decree entered in any legal action or other proceeding in which an Unresolved Tort Claim is being resolved or liquidated. The Reorganized Debtor will honor all rights and obligations arising under the Insurance Policies or applicable non-bankruptcy law of those Non-Settling Insurance Companies providing a defense of such Claims.



**6.4.3 Future Claimants, and Known Tort Claimants Asserting a Right to Punitive Damages, Must Have Their Claims Resolved in the District Court.** All Future Claimants, and all Known Tort Claimants asserting a right to Punitive Damages, must have their Claims resolved in the District Court. Only Known Tort Claimants who, prior to the Effective Date, have elected to waive their Claims for Punitive Damages and to proceed in State Court to have their Claims liquidated will be entitled to have their Claims resolved in State Court.

**6.4.4 Jurisdiction.** All litigation concerning Unresolved Tort Claims and the Reorganized Debtor's obligations in regard thereto will be administered by and will be under the jurisdiction of the District Court (or a State Court for those Claims that on the Effective Date are proceeding in State Court) in accordance with this Plan and other orders issued by the Bankruptcy Court, District Court, or State Court, as applicable.

**6.4.5 Settlement of Claims.** The Reorganized Debtor and a Claimant will be entitled to settle any Unresolved Tort Claim, subject to approval of the District Court in accordance with the procedures set forth in Section 11.8 of the Plan. Upon the District Court's approval of the settlement, the Claimant will have an Allowed Claim for the settlement amount as approved by the District Court.

**6.4.6 Withdrawal of Claims.** A Claimant may withdraw a Claim at any time on written notice to the Reorganized Debtor. If withdrawn, the Claim will be withdrawn with prejudice and may not be reasserted.

**6.5 Known Tort Claims Trust and Future Claims Trust.** To effectuate the terms of this Plan, a Known Tort Claims Trust and a Future Claims Trust will be established consistent with the provisions of this Section 6.5.

**6.5.1 Purposes.** The sole purposes of the Known Tort Claims Trust and of the Future Claims Trust are (i) to enter into, accept, and enforce the terms of the Plan

Documents; (ii) to receive, hold, and invest funds in accordance with and subject to the provisions of this Plan and the Known Tort Claims Trust Agreement or the Future Claims Trust Agreement, as the case may be; and (iii) to issue payments and disburse funds subject to the terms of this Plan and the Known Tort Claims Trust Agreement or the Future Claims Trust Agreement, as the case may be. It is the Proponents' intention that each trust qualify as a Qualified Settlement Fund pursuant to Section 468B of the Internal Revenue Code and the Treasury Regulations promulgated thereunder. Neither the Known Tort Claims Trust nor the Future Claims Trust will have power or authority to bring, or will be deemed to succeed to the Debtor's rights with respect to, any of the Debtor Actions.

**6.5.2 Beneficiaries.** The sole beneficiaries of the Known Tort Claims Trust are the holders of the Unresolved Known Tort Claims whose Claims have not been Allowed as of the Effective Date. The sole beneficiaries of the Future Claims Trust are the holders of Future Claims, if any; provided, however, that the FCR shall be an intended beneficiary of, and shall have the right to enforce for the benefit of Future Claimants, the Future Claims Trust Agreement and the other Future Claims Plan Documents.

**6.5.3 Trustees.** Both the Known Tort Claims Trustee and the Future Claims Trustee will be Union Bank of California. Any successor trustee for either trust will be a bank organized and doing business under the laws of the United States of America, any state thereof, or the District of Columbia, authorized under such laws to exercise corporate trust powers, having a combined capital and surplus of at least one billion dollars (\$1,000,000,000), subject to supervision and examination by federal and state authority. The Known Tort Claims Trustee and Future Claims Trustee will act only pursuant to the provisions of this Plan and the Known Tort Claims Trust Agreement or

the Future Claims Trust Agreement, as the case may be. Neither the Known Tort Claims Trustee nor the Future Claims Trustee may assign any of its rights or obligations. The Known Tort Claims Trustee will serve as the paying agent responsible for distribution of payments to holders of Unresolved Known Tort Claims whose Claims have not been Allowed as of the Effective Date once such Claims are Allowed. The Future Claims Trustee will serve as the paying agent responsible for distribution of payments to holders of Future Claims once such Claims are Allowed. Both the Known Tort Claims Trustee and Future Claims Trustee will be entitled to receive a reasonable fee and reimbursement of reasonable costs and expenses for its services, which fees and expenses will be paid by the Reorganized Debtor, in each case, without reducing the Reorganized Debtor's obligations under the Future Claims Note. It is intended that the costs and expenses of each trustee will be minimal and consistent with the fees and expenses incurred for comparable functions.

**6.5.4 Resignation.** The Known Tort Claims Trustee may resign at any time upon sixty (60) days prior written notice to the Reorganized Debtor, those Known Tort Claimants holding Unresolved Claims, and the District Court, provided, however, that the resignation will not become effective until a successor Known Tort Claims Trustee is appointed. The Future Claims Trustee may resign at any time upon sixty (60) days prior written notice to the Reorganized Debtor, the Future Claimants Representative, and the District Court, provided, however, that the resignation will not become effective until a successor Future Claims Trustee is appointed.

**6.5.5 Removal.** The Known Tort Claims Trustee may be removed at any time, with or without cause, by the Reorganized Debtor, subject to approval of the District Court after notice to all beneficiaries of the Known Tort Claims Trust. The Future Claims Trustee may be removed at any time, with or without cause, by

1 agreement of the Reorganized Debtor and Future Claimants Representative, after  
2 notice to all known beneficiaries of the Future Claims Trust.

3 **6.5.6 Successor Trustee.** In the event of the resignation or removal of  
4 the Known Tort Claims Trustee, or in the event the separate corporate existence of the  
5 Known Tort Claims Trustee terminates (except in the event of a merger where the  
6 Known Tort Claims Trustee continues to qualify as a Known Tort Claims Trustee under  
7 the terms of this Plan and the Known Tort Claims Trust Agreement), a successor  
8 Known Tort Claims Trustee (having the qualifications for the Known Tort Claims Trustee  
9 set forth in Section 6.5.3 above) will be selected by the Reorganized Debtor, subject to  
10 approval of the District Court, after notice to all beneficiaries of the Known Tort Claims  
11 Trust.

12 In the event of the resignation or removal of the Future Claims Trustee, or  
13 in the event the separate corporate existence of the Future Claims Trustee terminates  
14 (except in the event of a merger where the Future Claims Trustee continues to qualify  
15 as a Future Claims Trustee under the terms of this Plan and the Future Claims Trust  
16 Agreement), a successor Future Claims Trustee (having the qualifications for the  
17 Future Claims Trustee set forth in Section 6.5.3 of this Plan) will be selected by  
18 agreement of the Reorganized Debtor and Future Claimants Representative, subject to  
19 approval of the District Court.

20 **6.5.7 Deposit and Payment of Funds.** All funds paid to the Known Tort  
21 Claims Trustee pursuant to this Plan (other than payments for Known Tort Claims  
22 Administration Expenses) shall be deposited in the Known Tort Claims Trust. The  
23 Known Tort Claims Trustee shall invest all funds that are deposited in the Known Tort  
24 Claims Trust as directed by the Reorganized Debtor, subject to the limitations set forth  
25 in Section 6.5.8 herein. All payments that are to be made to Known Tort Claimants

1 holding Unresolved Known Tort Claims whose Claims have not been Allowed as of the  
 2 Effective Date, will be paid from funds in the Known Tort Claims Trust once such Claims  
 3 are Allowed.

4 All funds paid to the Future Claims Trustee pursuant to this Plan (other  
 5 than payments for Future Claims Administration Expenses) shall be deposited in the  
 6 Future Claims Trust. The Future Claims Trustee shall invest all funds that are  
 7 deposited in the Future Claims Trust as directed by the Reorganized Debtor, subject to  
 8 the limitations set forth in Section 6.5.8 of this Plan. All payments that are to be made  
 9 to Future Claimants, once their Claims are Allowed, will be paid from funds in the Future  
 10 Claims Trust.

#### 11 **6.5.8 Financial Management of Trust Assets.**

12 **6.5.8.1 Establishment of Accounts.** All funds received by the  
 13 Known Tort Claims Trustee will be deposited in a trust account. The Known Tort Claims  
 14 Trustee will establish sub-accounts as are necessary to hold, manage, invest, and  
 15 distribute funds in accordance with this Plan and the Known Tort Claims Trust  
 16 Agreement. All funds received by the Future Claims Trustee will be deposited in a trust  
 17 account. The Future Claims Trustee will establish sub-accounts as are necessary to  
 18 hold, manage, invest, and distribute funds in accordance with this Plan and the Future  
 19 Claims Trust Agreement.

20 **6.5.8.2 Investment.** The Known Tort Claims Trustee and the  
 21 Future Claims Trustee shall invest all funds of the Known Tort Claims Trust and the  
 22 Future Claims Trust, as the case may be, as directed by the Reorganized Debtor  
 23 except to the extent such directions are, in the reasonable judgment of the Trustee,  
 24 inconsistent with the Trustee's duty to administer and invest such funds in the  
 25 manner in which individuals of ordinary prudence, discretion and judgment would act

1 in the management of their own affairs, giving due regard to the purposes of the  
2 Trust; provided, however, that a trustee shall not acquire or permit any of the funds  
3 of the Trust to be invested in:

4 (i) any long-term debt securities, participation certificates, or similar  
5 instruments unless such securities, certificates or instruments are rated "A" or higher  
6 by Moody's Investors Service, Inc. ("Moody's") or "A" or higher by Standard & Poor's  
7 Rating Services ("S&P's"), or have been issued or fully guaranteed as to principal  
8 and interest by the United States of America or any agency or instrumentality  
9 thereof;

10 (ii) any commercial paper unless rated "Prime-2" or higher by Moody's or  
11 "A-2" or higher by S&P's;

12 (iii) any equity security or any equity interest in any entity; or,

13 (iv) any money market investment, certificate of deposit, time deposit or  
14 banker's acceptance issued by a bank unless, in each case, it is issued by a bank  
15 whose senior long-term debt is rated "A" or higher by Moody's or "A" or higher by  
16 S&P's, and its term to maturity from the date of acquisition does not exceed three  
17 years and one day; provided, further, that in the absence of directions from the  
18 Reorganized Debtor, a Trustee may invest, with complete protection, funds of the  
19 Trust in BlackRock Provident Cash Management Shares T-Fund or in one or more  
20 similar money market mutual funds.

21 **6.5.9 Tax Matters.** The Known Tort Claims Trust and Future Claims  
22 Trust are expected to be tax exempt. The Known Tort Claims Trustee and Future  
23 Claims Trustee shall each timely file such income tax and other returns and statements  
24 as are required to comply with applicable provisions of the Internal Revenue Code and  
25 the Treasury Regulations promulgated thereunder, and of any state law and the

1 regulations promulgated thereunder. The Known Tort Claims Trustee will be responsible  
 2 for paying taxes on the Known Tort Claims Trust's earnings, if any, whether taxable to  
 3 the Known Tort Claims Trust or to the Reorganized Debtor. The Future Claims Trustee  
 4 will be responsible for paying taxes on the Future Claims Trust's earnings, if any,  
 5 whether taxable to the Future Claims Trust or to the Reorganized Debtor. The Known  
 6 Tort Claims Trustee and Future Claims Trustee shall each make any election and  
 7 provide any information as may be necessary for the Known Tort Claims Trust and  
 8 Future Claims Trust to qualify as a Qualified Settlement Funds. The Known Tort Claims  
 9 Trustee and Future Claims Trustee shall not take any action, or omit to take any action,  
 10 that could adversely affect the Known Tort Claims Trust's or Future Claims Trust's  
 11 qualification as a Qualified Settlement Fund. If permitted by the Treasury Regulations  
 12 or state law governing Qualified Settlement Funds, elections will be filed by or on behalf  
 13 of the Known Tort Claims Trust and the Future Claims Trust as necessary for each to  
 14 be treated as a grantor trust for federal or state income tax purposes.

15 **6.5.10 Exclusive Jurisdiction and Venue in District Court.** All  
 16 disputes and all other matters relating to the operation, supervision, validity,  
 17 enforcement, and interpretation of the Known Tort Claims Trust and Future Claims Trust  
 18 will be under the exclusive jurisdiction of the District Court. The District Court will have  
 19 the exclusive authority to decide all disputes or questions regarding the duties or  
 20 authority of the Known Tort Claims Trustee or Future Claims Trustee, the investment of  
 21 funds in the Known Tort Claims Trust or Future Claims Trust, and the payment of Tort  
 22 Claims.

23 **6.5.11 Irrevocability.** The Known Tort Claims Trust and Future Claims  
 24 Trust will each be irrevocable.

**6.5.12 Recordation.** This Plan, the Known Tort Claims Trust Agreement, and the Future Claims Trust Agreement may each be recorded in such places as the Reorganized Debtor or the Future Claimants Representative deems necessary or advisable.

**6.5.13 Termination/Dissolution.**

**6.5.13.1 Known Tort Claims Trust Termination/Dissolution.**

The Known Tort Claims Trust will terminate and be dissolved as soon as practicable following the earlier to occur of the date on which (a) the Reorganized Debtor has paid the Known Tort Claims Deposit to the Known Tort Claims Trust and all funds and other assets held in the Known Tort Claims Trust have been distributed as required by the Plan, or (b) all Unresolved Known Tort Claims have been Allowed or Disallowed and the Allowed amounts of such Claims, together with interest thereon as provided herein, have been paid in full. Prior to such termination and dissolution, the Known Tort Claims Trustee shall seek and obtain an order from the District Court confirming that it is appropriate to terminate and dissolve the Known Tort Claims Trust.

**6.5.13.2 Future Claims Trust Termination/Dissolution.** The

Future Claims Trust will terminate and be dissolved as soon as practicable following the earlier to occur of the date on which (a) the Future Claims Note has been paid in full and all funds and other assets held in the Future Claims Trust have been distributed as required by the Plan, or (b) the Future Claims Bar Date has passed and each Future Claim asserted by the Future Claims Bar Date pursuant to Section 5.5.2 of this Plan has been Allowed or Disallowed and the Allowed amounts of all such Claims, together with interest thereon as provided herein, have been paid in full. Prior to such termination and dissolution, the Future Claims Trustee shall seek and obtain an order from the



District Court confirming that it is appropriate to terminate and dissolve the Future Claims Trust.

**6.5.13.3 Winding Up/Distribution of Excess Funds.** Upon entry of the District Court's order authorizing termination and dissolution of either the Known Tort Claims Trust or Future Claims Trust, the trustee of the applicable trust will promptly proceed to wind up the affairs of the trust. Upon termination of each trust, and provided that all fees and expenses of the trustee (and, in the case of the Future Claims Trust, all fees and expenses of the FCR) have been paid or provided for in full, the appropriate trustee will deliver all funds and other investments remaining in the trust, including any investment earnings thereon, to the Reorganized Debtor. Furthermore, if the Future Claims Note and any collateral securing such note remains in possession of the trustee, the trustee will deliver the original of the note and any letter of credit to the Reorganized Debtor and will release any other collateral securing such note.

**6.5.14 No Execution.** All funds held in the Known Tort Claims Trust and Future Claims Trust will remain property of the respective trust until such times as the funds have actually been paid to and received by a Person or Entity entitled to receive payment pursuant to the terms of this Plan and the Known Tort Claims Trust Agreement or Future Claims Trust Agreement, as the case may be. Payment of Unresolved Known Tort Claims and Future Claims will be governed solely by this Plan and the Tort Claims Trust Agreement or Future Claims Trust Agreement, as the case may be.

**6.6 Insurance Claims Against Non-Settling Insurance Companies.** The Reorganized Debtor will succeed to the Debtor's rights against the Non-Settling Insurance Companies, including the right to receive all Insurance Recoveries thereon. Nothing in this Plan shall be construed to impair, diminish, or impact in any way the

Debtor's or Reorganized Debtor's claims against the Non-Settling Insurance Companies. Notwithstanding any other provision of this Plan, any of the Plan Documents, or the Confirmation Order (including any other provision that purports to be preemptory or supervening), all claims and defenses of the Debtor, the Reorganized Debtor, any additional insured, and the Non-Settling Insurance Companies relating to the Insurance Claims against the Non-Settling Insurance Companies, and all rights (whether contractual or statutory) of the Debtor, the Reorganized Debtor, any additional insured, and the Non-Settling Insurance Companies relating to the Insurance Policies issued by the Non-Settling Insurance Companies, will remain unaffected by this Plan, any of the Plan Documents, and the Confirmation Order. No provision of this Plan, any of the Plan Documents, or the Confirmation Order will in any way operate to impair, or have the effect of impairing, the Debtor's, the Reorganized Debtor's, additional insured's, or the Non-Settling Insurance Companies' legal, equitable, or contractual rights relating to the Insurance Policies issued by the Non-Settling Insurance Companies and Insurance Claims against the Non-Settling Insurance Companies in any respect. The rights of the Debtor, the Reorganized Debtor, any additional insured, and the Non-Settling Insurance Companies will be determined under the Insurance Policies of the Non-Settling Insurance Companies, any action regarding Insurance Coverage, any settlement agreement with respect to Insurance Claims, and non-bankruptcy law, as applicable. For the purposes of determining Insurance Coverage provided by the Non-Settling Insurance Companies, no provision of the Plan, any of the Plan Documents, or the Confirmation Order will constitute a judgment, settlement, or other resolution of any individual Tort Claim, nor have any effect of res judicata, issue preclusion, or of collateral estoppel, on any individual Tort Claim. Notwithstanding anything in this Plan, the Plan Documents, the Confirmation Order, or an Insurance

Policy to the contrary, where a Non-Settling Insurance Company pays in full a settlement or final judgment on account of an individual Tort Claim to the Debtor or Reorganized Debtor (including all related costs, defense costs, attorney fees and other obligations the Insurance Company is required to pay under the applicable Insurance Policy or Policies and applicable law), such payment will satisfy all of the Non-Settling Insurance Company's obligations to the Debtor, the Reorganized Debtor, and the Tort Claimant under the applicable Insurance Policy or Policies on account of such Tort Claim, regardless of the actual payment received by the Tort Claimant from the Debtor or the Reorganized Debtor.

**6.7 Contribution and Indemnity Claims of St. Mary's Home and Catholic Charities.** The Reorganized Debtor will assume the Debtor's contribution and/or indemnity obligations to St. Mary's Home, Inc. and Catholic Charities, Inc., as set forth in the respective settlement agreements between the Debtor and such entities as such settlements are approved by the Court.

## **7. MEANS FOR IMPLEMENTATION OF THE PLAN**

### **7.1 Settlement of Estate Property Litigation.**

The Estate Property Litigation shall be settled in a manner consistent with the Plan.

### **7.2 Structure of Reorganized Debtor.**

The administration of the Reorganized Debtor will continue as before confirmation with the Archbishop being the sole director of the Reorganized Debtor. However, the Reorganized Debtor will, not later than one-year following the Effective Date, restructure under civil law the Archdiocese, the Parishes, and the Schools into one or more charitable trusts, endowments, non-profit religious corporations, or other charitable entities that are, under Oregon law, legally separate and distinct from the

Reorganized Debtor. Furthermore, the Reorganized Debtor will, as part of and as required by such restructuring, transfer property between and among any existing or newly created entities, so long as any such actions do not diminish the Reorganized Debtor's ability or obligation to make the payments required under the Plan or to otherwise fulfill its obligations under the Plan Documents, nor diminish the Known Tort Claims Trust's or Future Claims Trust's rights, or ability to enforce the Reorganized Debtor's obligations, under the Plan and Plan Documents. The Parish and Parishioners Committee will remain in existence following the Effective Date for the sole purpose of ensuring that the transactions contemplated by this Section, as they affect Parishes, are reasonably implemented. The Archbishop will consult the Parish and Parishioners Committee in this regard; provided, however, that nothing herein is intended to diminish the rights or alter the obligations of the Archbishop under ecclesiastical law with respect to the restructuring. The Parish and Parishioners Committee will be entitled to retain attorneys to represent it in regard thereto, and the Reorganized Debtor will pay the reasonable fees and expenses of such attorneys as and when due.

**7.3 Closing.** Closing will be conducted in the offices of Sussman Shank LLP, or at such other location designated by the Reorganized Debtor, on the Effective Date for the purpose of the Reorganized Debtor executing and delivering the Plan Documents and completing those actions necessary for the Reorganized Debtor to establish the Known Tort Claims Trust and the Future Claims Trust and to fund the Known Tort Claims Deposit and the Future Claims Deposit. As soon as practicable after the conditions set forth in Section 8.1 have been satisfied or waived in accordance with Section 8.2, the Reorganized Debtor will give written notice of the Closing to the Tort Claimants Committee, the FCR, and any Claimant, Insurance Company, or other Entity that will be directly involved in the Closing.

1           **7.4    Termination of Tort Claimants Committee.**    The Tort Claimants  
 2   Committee shall terminate as soon as practicable after both the Closing and the  
 3   Effective Date have occurred.

4           **7.5    Continuation of Future Claimants Representative.**   Notwithstanding the  
 5   entry of the Confirmation Order or the occurrence of the Effective Date, the FCR shall  
 6   continue until he or his successor resigns or the Future Claims Trust is terminated in  
 7   accordance with the provisions of Section 6.5.13.2 of this Plan. From and after the  
 8   Effective Date, the FCR's duty shall be generally to represent the collective interests of  
 9   the Future Claimants with regard to their Future Claims, and their rights to receive  
 10   payment on account of their Future Claims from the Future Claims Trust as and when  
 11   they become Allowed. The FCR shall have no duty of any kind to give or offer legal  
 12   advice to any individual who is or contends he or she is a Future Claimant, make  
 13   available to any such individual an attorney or other professional person, or assist any  
 14   such individual in proving his or her own Future Claim or negotiating a settlement of  
 15   such Claim. In addition to the FCR's other powers, the FCR shall be empowered to (a)  
 16   retain counsel and other professional advisors; (b) act as an advisor to the Future  
 17   Claims Trustee; (c) enforce the Future Claims Trust Agreement and the other Future  
 18   Claims Plan Documents, or any provisions thereof, for the benefit of Future Claimants  
 19   through legal proceedings or otherwise; and (d) initiate, prosecute and defend any  
 20   appeal arising out of or relating to (i) the Confirmation Order or the Plan, (ii) any Future  
 21   Claims Plan Document, or (iii) any other order or judgment entered in or relating to the  
 22   Case. Upon resignation of the FCR or the termination of the Future Claims Trust,  
 23   without the necessity for any other or further action by any party and without court order,  
 24   the FCR shall be released and discharged from all further authority, duties,  
 25   responsibilities and obligations relating to or arising from or in connection with the Case

1 or this Plan. All reasonable fees, costs and expenses of the FCR, including the fees  
2 and expenses of the FCR's professionals, shall be Future Claims Administration  
3 Expenses.

4 **7.6 Performance of Obligations of the Reorganized Debtor.** The  
5 Reorganized Debtor will:

6 (a) in the exercise of its business judgment, review all Claims  
7 filed against the Estate and, if advisable, object to such Claims;

8 (b) in the exercise of its business judgment, investigate,  
9 prosecute, settle, or dismiss all Debtor Actions and Insurance Claims not otherwise  
10 resolved prior to or under this Plan. Unless otherwise provided in this Plan or the Plan  
11 Documents, the Reorganized Debtor will be entitled to receive all Debtor Action  
12 Recoveries and Insurance Recoveries;

13 (c) honor the obligations of the Debtor under the Insurance  
14 Policies of the Non-Settling Insurance Companies and applicable non-bankruptcy law;

15 (d) honor the obligations of the Debtor arising under any  
16 settlement agreement between the Debtor and any Settling Insurance Company that  
17 has been approved by the Bankruptcy Court;

18 (e) after the Effective Date and Closing, take all reasonable  
19 steps to record as soon as reasonably possible in the real property records of each  
20 county where any Parish or School property is located, a notice that the Reorganized  
21 Debtor holds in trust all Parish and School real property listed in the Debtor's Statement  
22 of Financial Affairs as property held for another and of the Reorganized Debtor's intent  
23 under Section 7.2 of this Plan to restructure the Archdiocese, Parishes, Schools, and  
24 their assets, into one or more charitable trusts, endowments, non-profit religious  
25 corporations, or other charitable entities and to transfer such property between and  
26

1 among those entities or any newly created entity as may be required by the  
2 restructuring; and,

3 (f) perform all of its obligations under this Plan and Plan  
4 Documents, in each case, as and when the same become due or are to be performed.

#### 5 **7.7 Objections to Claims.**

6 Objections to a Claim, as to which no objection is pending as of the Effective  
7 Date, must be filed by the Claims Objection Bar Date. Objections to such Claims may  
8 be filed by the Reorganized Debtor, any Claimant, the Non-Settling Insurance  
9 Companies, or any other party in interest.

#### 10 **7.8 Provisions Governing Distributions.**

11 **7.8.1 Distribution Only to Holders of Allowed Claims.** Except as  
12 otherwise provided in this Section 7.8.1, distributions under this Plan and the Plan  
13 Documents will be made only to the holders of Allowed Claims. Until a Disputed Claim  
14 becomes an Allowed Claim, the holder of that Disputed Claim will not receive any  
15 distribution otherwise provided to the Claimants under this Plan or the Plan Documents.  
16 If necessary in determining the amount of a Pro Rata distribution due to the holders of  
17 Allowed Claims in any class, the Reorganized Debtor, the Known Tort Claims Trustee,  
18 or Future Claims Trustee, as applicable, will make the Pro Rata calculation as if all  
19 Unresolved Claims were Allowed Claims in the full amount claimed or in the Estimated  
20 Amount. When an Unresolved Claim in any class becomes an Allowed Claim, the  
21 Reorganized Debtor, the Known Tort Claims Trustee, or the Future Claims Trustee, as  
22 applicable, will make distributions with respect to such Allowed Claim, together with any  
23 allowable interest accrued on the amount of each such distribution to the date thereof,  
24 net of any setoff contemplated by the order, if any, allowing such Claim and/or any  
25 required withholding of applicable federal and state taxes.

**7.8.2 Transmittal of Distributions.** Except as otherwise provided in this Plan, in the Plan Documents, or in an order of the Bankruptcy Court, distributions to be made under this Plan or the Plan Documents to Claimants holding Allowed Claims will, in each case, be made by the Reorganized Debtor, the Known Tort Claims Trustee, or the Future Claims Trustee, as applicable, by first class United States mail, postage prepaid, (a) to the latest mailing address set forth in a proof of claim filed with the Claims Agent or the Bankruptcy Court by or on behalf of such Claimant, or to such other address as may be provided to the Reorganized Debtor, the Known Tort Claims Trustee, or Future Claims Trustee, as applicable, by such Claimant in writing, or (b) if no such proof of claim has been filed and no written notice setting forth a mailing address is provided by or on behalf of such Claimant to the Reorganized Debtor, the Known Tort Claims Trustee, or Future Claims Trustee, as applicable, to the mailing address set forth in the schedules filed by the Debtor in this Case. If a Claimant's distribution is not mailed or is returned to the Reorganized Debtor, the Known Tort Claims Trustee, or the Future Claims Trustee because of the absence of a proper mailing address, the Reorganized Debtor, the Known Tort Claims Trustee or the Future Claims Trustee, as the case may be, shall make a reasonable effort to locate or ascertain the correct mailing address for such Claimant from information generally available to the public and from such party's own records, but shall not be liable to such Claimant for having failed to find a correct mailing address.

**7.8.3 Timing of Distributions.** Unless otherwise agreed by the Reorganized Debtor, the Known Tort Claims Trustee, or the Future Claims Trustee, as applicable, and the recipient of a distribution under this Plan or the Plan Documents, whenever any payment to be made is due on a day other than a Business Day, such



payment will instead be made on the next Business Day, with interest to the extent expressly contemplated by this Plan or any applicable agreement or instrument.

**7.8.4 Form of Distributions.** Unless otherwise agreed by the Reorganized Debtor, the Known Tort Claims Trustee, or the Future Claims Trust, as applicable, and the recipient of a distribution under this Plan or the Plan Documents, (a) cash payments in excess of two hundred fifty thousand dollars (\$250,000) to be made by the Reorganized Debtor, the Known Tort Claims Trustee, or Future Claims Trustee will be made by wire transfer, provided the payee will have delivered specific wire transfer instructions to the Reorganized Debtor, the Known Tort Claims Trustee, or the Future Claims Trustee, as applicable, not less than five Business Days prior to the date on which such payment is to be made; and (b) all other cash payments to be made by the Reorganized Debtor, the Known Tort Claims Trustee, or Future Claims Trustee pursuant to this Plan or the Plan Documents will be made, at the option of the Reorganized Debtor, Known Tort Claims Trustee, or Future Claims Trustee, by a check or wire transfer.

**7.8.5 Tax Identification Numbers.** Prior to receiving any distribution under this Plan, the Known Tort Claims Trust Agreement, or Future Claims Trust Agreement, each Claimant, and their attorney, if any, will each provide the Reorganized Debtor, the Known Tort Claims Trustee, or Future Claims Trustee, as applicable, with written notification or confirmation of their respective federal tax identification number or social security number on Internal Revenue Service Form W-9.

**7.8.6 No Professional Fees or Expenses.** No professional fees or expenses incurred by a Claimant will be paid by the Debtor, the Reorganized Debtor, the Known Tort Claims Trustee, or the Future Claims Trustee with respect to any Claim except as specified in this Plan, the Known Tort Claims Trust Agreement, or Future

1 Claims Trust Agreement, and as Allowed by Final Order of the Bankruptcy Court or  
2 District Court, as applicable.

3 **7.9 Closing of the Case.**

4 As soon as practicable after the Effective Date, when the Reorganized Debtor  
5 deems appropriate, the Reorganized Debtor shall seek authority from the Court to close  
6 the Case in accordance with the Bankruptcy Code and the Bankruptcy Rules; provided,  
7 however, that entry of a final decree closing the Case shall, whether or not specified  
8 therein, be without prejudice to the right of the Reorganized Debtor or other party in  
9 interest to reopen the Case for any matter over which the Court or District Court has  
10 retained jurisdiction under this Plan. Any order closing this Case will provide that the  
11 Bankruptcy Court or District Court, as appropriate, (i) will retain jurisdiction to enforce,  
12 by injunctive relief or otherwise, the Confirmation Order, any other orders entered in this  
13 Case, and the obligations created by this Plan and the Plan Documents; and (ii) will  
14 retain all other jurisdiction and authority granted to it under this Plan and the Plan  
15 Documents.

16 **8. CONDITIONS PRECEDENT.**

17 **8.1 Conditions to Effectiveness.** The Effective Date will not occur and the  
18 Plan will not become effective unless and until each of the following conditions have  
19 been satisfied or waived in accordance with Section 8.2. of this Plan:

20 (a) the Bankruptcy Court shall have entered an order pursuant to Rule  
21 23 of the Federal Rules of Civil Procedure approving the settlement of the Estate  
22 Property Litigation;

23 (b) the Bankruptcy Court shall have entered a Final Order or Final  
24 Orders approving all settlement agreements between the Debtor and the Settling  
25 Insurance Companies and any appropriate judgments consistent therewith;

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(c) the Bankruptcy Court shall have entered such orders as may be necessary or appropriate to approve the settlements between the Debtor and those Claimants who have settled their Claims;

(d) the Bankruptcy Court shall have entered the Confirmation Order in form and substance reasonably acceptable to the Proponents and Allied Irish Banks, p.l.c., which shall, among other things, approve the Plan Documents required to consummate the Closing; and,

(e) no stay of the Confirmation Order shall be in effect at the time the other conditions set forth in this Section 8.1 are satisfied or waived.

**8.2 Waiver of Conditions.** Any condition set forth in Section 8.1 of this Plan may be waived by the mutual consent of the Proponents.

**9. EFFECTS OF PLAN CONFIRMATION.**

**9.1 Discharge.** Except as otherwise expressly provided in this Plan, in the Plan Documents, or in the Confirmation Order, on the Effective Date pursuant to Section 1141(d) of the Bankruptcy Code, the Debtor (including the Archdiocese, the Parishes, and the Schools) and the Reorganized Debtor will be discharged from all liability on any and all Claims and Debts, known or unknown, whether or not giving rise to a right to payment or an equitable remedy, that arose, directly or indirectly, from any action, inaction, event, conduct, circumstance, happening, occurrence, agreement, or obligation of the Debtor (including the Archdiocese, the Parishes, and the Schools), or the Debtor's Representatives before the Effective Date, or that otherwise arose before the Effective Date, including, without limitation, all interest, if any, on any such Claims and Debts, whether such interest accrued before or after the date of commencement of this Case, and including, without limitation, all Claims and Debts based upon or arising out of Child Abuse or Sexual Misconduct, and from any liability of the kind specified in

Sections 502(g), 502(h), and 502(i) of the Bankruptcy Code, whether or not a proof of claim is filed or is deemed filed under Section 501 of the Bankruptcy Code, such Claim is Allowed under this Plan, or the holder of such Claim has accepted this Plan. Notwithstanding the foregoing, (i) nothing herein will impair or release the obligations of any Non-Settling Insurance Company with respect to the Claims; and (ii) obligations arising under any settlement agreement between the Debtor and any Settling Insurance Company approved by the Bankruptcy Court will not be discharged.

**9.2 Vesting.** Except as otherwise expressly provided in this Plan or in the Confirmation Order, on the Effective Date, the Reorganized Debtor will be vested with all of the property of the Estate free and clear of all Claims, liens, encumbrances, charges and other interests of Creditors and Claimants. As of the Effective Date, the Reorganized Debtor may hold, use, dispose, and otherwise deal with such property and conduct its affairs, in each case, free of any restrictions imposed by the Bankruptcy Code or by the Bankruptcy Court, other than those restrictions expressly imposed by the Plan, the Confirmation Order, or the Plan Documents.

**9.3 Exculpation And Limitation Of Liability.** *None of the Released Parties will have or incur any liability to, or be subject to any right of action by, any holder of a Claim, any other party in interest, or any of their respective agents, employees, representatives, financial advisors, attorneys, or affiliates, or any of their successors or assigns, for any act or omission in connection with, relating to, or arising out of the Case, including the exercise of their respective business judgment and the performance of their respective fiduciary obligations, the pursuit of confirmation of the Plan, or the administration of the Plan, except liability for their willful misconduct or gross negligence, and in all respects, such*

1 *parties will be entitled to reasonably rely upon the advice of counsel with respect*  
 2 *to their duties and responsibilities under the Plan or in the context of the Case.*

3 **9.4 Injunction Against Prosecution of Claims Against Settling Insurance**  
 4 **Companies.** *In consideration of the undertakings of the Settling Insurance*  
 5 *Companies pursuant to their respective settlements with the Debtor, including*  
 6 *any of the Settling Insurance Companies' purchases of their Insurance Policies*  
 7 *from the Debtor free and clear of Claims and interests pursuant to Section 363(f)*  
 8 *of the Bankruptcy Code, and to further preserve and promote the agreements*  
 9 *between the Debtor and the Settling Insurance Companies and the protections*  
 10 *afforded the Settling Insurance Companies thereunder, and pursuant to Sections*  
 11 *363 and 105 of the Bankruptcy Code, all Persons or Entities which have held or*  
 12 *asserted, which hold or assert or which may in the future hold or assert an*  
 13 *Enjoined Claim are hereby permanently stayed, enjoined, and restrained from*  
 14 *taking any action directly or indirectly for the purposes of asserting, enforcing or*  
 15 *attempting to assert or enforce any Enjoined Claim, including: (i) commencing or*  
 16 *continuing in any manner any action or other proceeding of any kind with respect*  
 17 *to any Enjoined Claim against any Settling Insurance Company, its predecessors,*  
 18 *successors, and assigns, or their respective officers and directors, or against the*  
 19 *property of any Settling Insurance Company, its predecessors, successors, and*  
 20 *assigns, or their respective officers and directors; (ii) enforcing, attaching,*  
 21 *collecting or recovering, by any manner or means, from any Settling Insurance*  
 22 *Company, its predecessors, successors, and assigns, or their respective officers*  
 23 *and directors, or from the property of any Settling Insurance Company, its*  
 24 *predecessors, successors, and assigns, or their respective officers and directors,*  
 25 *with respect to any such Enjoined Claim, any judgment, award, decree or order*

1 *against the Debtor or other Person or Entity; (iii) creating, perfecting or enforcing*  
 2 *any lien of any kind against any Settling Insurance Company, its predecessors,*  
 3 *successors, and assigns, or their respective officers and directors, or the*  
 4 *property of any Settling Insurance Company, its predecessors, successors, and*  
 5 *assigns, or their respective officers and directors, with respect to any such*  
 6 *Enjoined Claim; and (iv) asserting, implementing or effectuating any Enjoined*  
 7 *Claim of any kind against (1) any obligation due any Settling Insurance Company,*  
 8 *its predecessors, successors, and assigns, or their respective officers and*  
 9 *directors, (2) any Settling Insurance Company, its predecessors, successors, and*  
 10 *assigns, or their respective officers and directors, or (3) the property of any*  
 11 *Settling Insurance Company, its predecessors, successors, and assigns, or their*  
 12 *respective officers or directors, with respect to any such Enjoined Claim.*

13 **9.5 Term of Injunctions or Stays and Confirmation of Settlements With**  
 14 **Settling Insurance Companies.** All injunctions or stays provided for in this Plan, the  
 15 injunctive provisions of Sections 524 and 1141 of the Bankruptcy Code, and all  
 16 injunctions or stays protecting a Settling Insurance Company and its predecessors,  
 17 successors, and assigns that has purchased its Insurance Policy or Policies from the  
 18 Debtor in a Section 363 Sale, are permanent and will remain in full force and effect  
 19 following the Effective Date. Debtor's settlement agreements with the Settling  
 20 Insurance Companies previously authorized by the Bankruptcy Court are hereby  
 21 affirmed and any obligations of Debtor with respect to such settlement agreements shall  
 22 be assumed by the Reorganized Debtor on the Effective Date.

23 **9.6 Dismissal of Appeals from Bar Date Order and FCR Order.** As soon  
 24 as is practicable after the Effective Date, all appeals relating to the Claims Bar Date  
 25  
 26

Order and FCR Order will be dismissed with prejudice and without costs or attorney's fees to any party.

**9.7 Release of Fraudulent Transfer Claims.** On the Effective Date, all fraudulent transfer claims, including those arising under Sections 549 and 550 of the Bankruptcy Code, against each of the Settling Insurance Companies or any entity obtaining a release under any settlement agreement approved by the Bankruptcy Court between the Debtor and any of the Settling Insurance Companies will be deemed released.

**10. TREATMENT OF EXECUTORY CONTRACTS AND UNEXPIRED LEASES.**

**10.1 Assumed Employee and Retiree Benefit Plans and Collective Bargaining Agreements.** To the extent such agreements or plans have not been previously assumed, all employee and retiree benefit plans and all collective bargaining agreements will be deemed assumed by the Reorganized Debtor on the Effective Date.

**10.2 General; Assumed if Not Rejected.** Subject to the requirements of Section 365, all executory contracts and unexpired leases of the Debtor that have not been rejected by order of the Bankruptcy Court or are not the subject of a motion to reject pending on the Confirmation Date will be deemed assumed by the Reorganized Debtor on the Effective Date. If any party to an executory contract or unexpired lease that is being assumed objects to such assumption, the Bankruptcy Court may conduct a hearing on such objection on any date that is either mutually agreeable to the parties or fixed by the Bankruptcy Court. All payments to cure defaults that may be required under Section 365(b)(1) of the Bankruptcy Code will be made by the Reorganized Debtor. In the event of a dispute regarding the amount of any such payments, or the ability of the Debtor to provide adequate assurance of future performance, the

Reorganized Debtor will make any payments required by Section 365(b)(1) of the Bankruptcy Code after the entry of the Final Order resolving such dispute.

**10.3 Claims for Contract Rejection.** All proofs of claim with respect to Claims arising from the rejection of executory contracts or unexpired leases pursuant to Section 10.2 of this Plan must be filed with the Bankruptcy Court within 30 days after the Effective Date or such Claims will be forever barred. If any order providing for the rejection of an executory contract or unexpired lease (other than rejection effected pursuant to Section 10.2 of this Plan) did not provide a deadline for the filing of Claims arising from such rejection, proofs of claim with respect thereto must be filed within 30 days after the later to occur of (a) the Effective Date or, (b) if the order is entered after the Effective Date, the date such order becomes a Final Order, or such Claims will be forever barred.

**11. MISCELLANEOUS PROVISIONS.**

**11.1 Retention of Jurisdiction.** Notwithstanding entry of the Confirmation Order or the occurrence of the Effective Date, and except as otherwise specifically set forth in this Section 11.1, the Bankruptcy Court will retain jurisdiction over all matters arising under, in furtherance of, or in connection with this Plan, including those matters specifically described in this Section 11.1 below. The District Court shall have exclusive jurisdiction over those matters specifically set forth in Sections 6.4.4 and 6.5.10 of the Plan.

The matters over which the Bankruptcy Court shall retain jurisdiction include:

(a) the determination of objections to Disputed Claims, provided that (i) those State Courts that on the Effective Date are exercising jurisdiction over Unresolved Known Tort Claims shall retain jurisdiction for purposes of resolving such Claims, and (ii) the District Court shall have and retain jurisdiction for finally resolving all



1 Unresolved Known Tort Claims that on the Effective Date are not under the jurisdiction  
2 of State Courts and for determining and resolving all Future Claims;

3 (b) the determination of requests for payment of Claims entitled to  
4 priority under Section 507 of the Bankruptcy Code, including compensation of and  
5 reimbursement of expenses of parties entitled thereto;

6 (c) subject to the District Court's exclusive jurisdiction over those  
7 matters set forth in Section 6.5.10 of the Plan, the resolution of controversies and  
8 disputes regarding interpretation and implementation of this Plan and the Plan  
9 Documents;

10 (d) subject to the District Court's exclusive jurisdiction over those  
11 matters set forth in Section 6.5.10 of the Plan, the granting of relief in aid of this Plan  
12 and the Plan Documents including, without limitation, the entry of appropriate orders  
13 (which may include contempt or other sanctions) to protect the Reorganized Debtor, the  
14 Settling Insurance Companies, and the Released Parties from actions prohibited under  
15 this Plan or the Plan Documents;

16 (e) amendments to and modifications of this Plan;

17 (f) subject to the limitations and exclusions described above, the  
18 determination of any and all applications, adversary proceedings, and contested or  
19 litigated matters pending on the Effective Date; and

20 (g) the closure of this Case pursuant to Section 7.9 of this Plan.

21 **11.2 Modification of Plan.** The Proponents reserve the right, in accordance  
22 with the Bankruptcy Code, to amend, modify or withdraw this Plan prior to the entry of  
23 the Confirmation Order. After the entry of the Confirmation Order, the Proponents may,  
24 upon order, amend or modify this Plan in accordance with Section 1127(b) of the  
25 Bankruptcy Code, or remedy any defect or omission or reconcile any inconsistency in

1 this Plan in such manner as may be necessary to carry out the purpose and intent of  
2 this Plan.

3 **11.3 Severability.** In the event of a successful collateral attack on any  
4 provision of this Plan (i.e., an attack other than through a direct appeal of the  
5 Confirmation Order), the remaining provisions of this Plan will remain binding on the  
6 Debtor, the Reorganized Debtor, all Claimants, all Creditors, and all other parties in  
7 interest.

8 **11.4 Post-Confirmation Professional Fees and Expenses.** All professional  
9 fees and expenses incurred or payable by the Reorganized Debtor after the Effective  
10 Date will be paid in the ordinary course of business of the Reorganized Debtor without  
11 the need for approval of the Bankruptcy Court or the District Court. The Bankruptcy  
12 Court and the District Court, as applicable, will retain jurisdiction to resolve any dispute  
13 with respect to such fees or expenses upon application by the affected professional or  
14 the Reorganized Debtor.

15 **11.5 Headings.** The headings of the sections and paragraphs of this Plan are  
16 inserted for convenience only and will not affect the interpretation hereof.

17 **11.6 Computation of Time Periods.** In computing any period of time  
18 prescribed or allowed by this Plan, the day of the act, event, or default from which a  
19 designated period of time begins to run will not be included. The last day of the period  
20 so computed will be included so long as it is a Business Day. When the period of time  
21 prescribed or allowed is less than 11 days, any day that is not a Business Day will be  
22 excluded in the computation.

23 **11.7 Notices.** All notices or requests to the Reorganized Debtor in connection  
24 with this Plan shall be in writing and served either by (i) United States mail, postage  
25

1 prepaid, (ii) hand delivery, or (iii) reputable overnight delivery service, all charges  
2 prepaid, and shall be deemed given when received by the following parties:

3 Archdiocese of Portland in Oregon  
4 2838 East Burnside  
5 Portland, OR 97214  
Attn: Director Of Business Affairs

6 **With copies to:**

7 Sussman Shank LLP  
8 1000 SW Broadway, Suite 1400  
Portland, OR 97205  
Attention: Thomas W. Stilley

9 All notices and requests to a Person or Entity holding any Claim will be sent to  
10 them at their last known address or to the last known address of their attorney of record.  
11 The Debtor or Reorganized Debtor and any holder of a Claim may designate in writing  
12 any other address, which designation will be effective upon actual receipt by the Debtor  
13 or the Reorganized Debtor, or by the holder of the Claim. Any Person or Entity entitled  
14 to receive notice under this Plan will have the obligation to provide the Reorganized  
15 Debtor with such Person's or Entity's current address for notice purposes. The  
16 Reorganized Debtor will have no obligation to attempt to locate a more current address  
17 in the event any notice proves to be undeliverable to the most recent address which has  
18 been provided to the Reorganized Debtor.

19 **11.8 Post-Confirmation Court Approval.** Any action requiring Bankruptcy  
20 Court, District Court, or State Court approval after the Effective Date will require the  
21 Person or Entity seeking such approval to file an application, motion, or other request  
22 with the Bankruptcy Court, District Court, or State Court, as applicable, and obtain a  
23 Final Order approving such action before the requested action may be taken. The  
24 Person or Entity filing such application, motion, or other request shall serve such  
25 application, motion, or other request, together with a notice setting forth the time in

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1 which objections must be filed with the court, on the Reorganized Debtor, all Tort  
 2 Claimants having filed Claims or a lawsuit asserting a Claim (or having given written  
 3 notice to the Reorganized Debtor in the case of Future Claims) whose Claims have not  
 4 been paid in full, the Future Claimants Representative, the Known Tort Claims Trustee,  
 5 and the Future Claims Trustee by first-class mail, electronic mail, overnight courier,  
 6 facsimile, or hand delivery. Unless the court orders otherwise, all notices shall provide  
 7 the recipients at least 20 days (plus 3 days if served by mail) in which to file an objection  
 8 to the application, motion, or other request. If no objection is timely filed, the court may  
 9 authorize the proposed action without further notice or a hearing. If an objection is  
 10 timely filed, the court will determine whether to conduct a hearing, or to require the  
 11 submission of further documentation, prior to ruling on the application, motion, or other  
 12 request.

13 **11.9 Election Pursuant to Section 1129(b) of the Bankruptcy Code.** The  
 14 Proponents hereby request confirmation of the Plan pursuant to Section 1129(b) of the  
 15 Bankruptcy Code if the requirements of all provisions of Section 1129(a) of the  
 16 Bankruptcy Code, except paragraph (a)(8) thereof, are met with regard to the Plan. In  
 17 determining whether the requirements of Section 1129(a)(8) of the Bankruptcy Code  
 18 have been met, any Class or subclass of a Class that does not contain as an element  
 19 thereof an Allowed Claim or a Claim temporarily allowed under Bankruptcy Rule 3018  
 20 as of the date fixed by the Bankruptcy Court for filing acceptances or rejections of this  
 21 Plan shall be deemed deleted from this Plan for purposes of voting to accept or reject  
 22 this Plan and for purposes of determining acceptance or rejection of this Plan by such  
 23 Class or subclass.

24 **11.10 Consummation of the Plan.** The Proponents reserve the right to request  
 25 that the Confirmation Order include (i) a finding by the Court that Bankruptcy Rule  
 26

3020(e) shall not apply to the Confirmation Order, and (ii) the Court's authorization for the Proponents to consummate the Plan immediately after entry of the Confirmation Order.

**11.11 Exemption from Transfer Taxes.** Pursuant to Section 1146(c) of the Bankruptcy Code, the delivery of any deed or other instrument of transfer under, in furtherance of, or in connection with this Plan, whether occurring prior or subsequent to the Confirmation Date, including any deeds, bills of sale or assignments executed in connection with any disposition of assets contemplated by this Plan, shall not be subject to any stamp tax, real estate transfer tax, excise tax, sales tax, use tax or other similar tax.

**11.12 Waivers.** Except as otherwise provided in the Plan or in the Confirmation Order, any term of the Plan may be waived by the party benefited by the term to be waived.

**11.13 Setoffs, Recoupments and Defenses.** Nothing contained in the Plan shall constitute a waiver or release by the Debtor of any rights of setoff or recoupment, or of any defense, it may have with respect to any Claim (including, without limitation, rights under Section 502(d)) of the Bankruptcy Code. Except as otherwise provided in the Plan or in the Confirmation Order or in agreements previously approved by a Final Order, the Reorganized Debtor may, but will not be required to, set off against any Claim or any distributions with respect to such Claim any and all of the claims, rights and causes of action of any nature that the Debtor or the Reorganized Debtor, as applicable, may hold against the holder of such Claim; provided, however, that neither the failure to effect such a setoff, the allowance of any Claim hereunder, the payment of any distribution hereunder or any other action or omission of the Reorganized Debtor, nor any provision of the Plan, shall constitute a waiver or release by the Debtor or the

1 Reorganized Debtor, as applicable, of any such claims, rights and causes of action that  
 2 the Debtor or the Reorganized Debtor, as applicable, may possess against such holder.

3 **11.14 Compromise of Controversies.** In consideration for the classification,  
 4 distributions and other benefits provided under the Plan, the provisions of the Plan shall  
 5 constitute a good faith compromise and settlement of all Claims or controversies  
 6 resolved pursuant to the Plan. The entry of the Confirmation Order shall constitute the  
 7 Court's approval of each of the compromises and settlements provided for in the Plan,  
 8 and the Court's findings shall constitute its determination under the standards of  
 9 Bankruptcy Rule 9019 that such compromises and settlements are in the best interests  
 10 of the Debtor and the Estate. The Debtor expressly reserves the right (with Court  
 11 approval, following appropriate notice and opportunity for a hearing) to compromise and  
 12 settle other Claims and Debtor Actions up to and including the Effective Date.

13 **11.15 Withdrawal or Revocation of the Plan.** The Proponents reserve the  
 14 right to revoke or withdraw the Plan prior to the Confirmation Date. If the Plan is  
 15 revoked or withdrawn, or if the Confirmation Date does not occur, the Plan shall have no  
 16 force and effect and in such event nothing contained herein shall be deemed to  
 17 constitute a waiver or release of any claims by or against the Estate or any other Person  
 18 or Entity, or to prejudice in any other manner the rights of the Proponents, or any of  
 19 them, or any other entity in further proceedings involving the Debtor and specifically  
 20 shall not modify or affect the rights of any party under any prior orders of the Court.

21 **11.16 Default.** Except as otherwise provided in the Plan or in the Confirmation  
 22 Order, in the event that the Reorganized Debtor, the Known Tort Claims Trustee or the  
 23 Future Claims Trustee shall default in the performance of any of their obligations under  
 24 the Plan or under any of the Plan Documents and shall not have cured such a default  
 25 within any applicable cure period (or, if no cure period is specified in the Plan or Plan  
 26

1 Documents or in any instrument issued to or retained by a Claimant under the Plan,  
2 then within 30 days after receipt of written notice of default), then the entity to whom the  
3 performance is due may pursue such remedies as are available at law or in equity. An  
4 event of default occurring with respect to one Claim shall not be an event of default with  
5 respect to any other Claim.

6 **11.17 Filing and Payment of Allowed Administrative Claims.** All requests for  
7 the payment of Administrative Claims, including applications for the compensation of the  
8 FCR and Chapter 11 Professionals, must be filed with the Bankruptcy Court no later  
9 than 30 days after the Effective Date or at such time as the Bankruptcy Court may  
10 otherwise order. Once a Final Order is entered Allowing a Disputed Administrative  
11 Claim, the Reorganized Debtor will pay such Claim in accordance with this Plan.

12 **11.18 Payment of United States Trustee Fees.** All fees due to the United  
13 States Trustee pursuant to 28 USC §1930(a) accruing after the Effective Date will be  
14 paid by the Reorganized Debtor as and when they become due and will be based on  
15 the Reorganized Debtor's total disbursements, including ordinary course of business  
16 disbursements as well as disbursements made directly to Claimants under this Plan.  
17 Such fee obligations will not terminate until this Case is converted or dismissed, or until  
18 this Case is no longer pending upon entry of a Final Order closing this Case, whichever  
19 first occurs.

20 **11.19 Governing Law.** Except to the extent that federal law (including the  
21 Bankruptcy Code or Bankruptcy Rules) is applicable, the rights and obligations arising  
22 under the Plan or under the Plan Documents shall be governed by and construed and  
23 enforced in accordance with the laws of the State of Oregon without giving effect to the  
24 principles of conflicts of laws thereof.

1           **11.20 Reservation of Rights.** If the Plan is not confirmed by a Final Order, or if  
2 the Plan is confirmed and the Effective Date does not occur, the rights of all parties in  
3 interest in the Case are and will be reserved in full. Any concessions or settlement  
4 reflected herein, if any, are made for purposes of the Plan only, and if the Plan does not  
5 become effective, no party in interest in the Case shall be bound or deemed prejudiced  
6 by any such concession or settlement.

7           **11.21 Plan Controls.** To the extent any provision of the Plan Documents is  
8 inconsistent with this Plan, the provisions of the Plan shall control.

9           **11.22 Successors and Assigns.** The Plan shall be binding upon and inure to  
10 the benefit of the Debtor, the Reorganized Debtor, all Claimants and all other parties in  
11 interest affected thereby and their respective successors, heirs, legal representatives  
12 and assigns.

13           **11.23 Exhibits.** All Exhibits to this Plan are incorporated into and are a part of  
14 this Plan as if set forth in full herein.

15           **DATED:** April 9, 2007

16                                   **{SIGNATURES TO FOLLOW}**



**ROMAN CATHOLIC ARCHBISHOP OF PORTLAND IN OREGON,  
and successors, a corporation sole,**

*/s/ John G. Vlazny*

By: John G. Vlazny  
Its: Sole Director

**TORT CLAIMANTS COMMITTEE**

*/s/ Donn Christiansen*

By: Donn Christiansen, Chairperson

**PARISH AND PARISHIONERS  
COMMITTEE**

*/s/ John Rickman*

By: John Rickman, Chairperson

**TONKON TORP LLP**

*/s/ Albert N. Kennedy*

By: Albert N. Kennedy, OSB No. 82142  
Attorneys for Tort Claimants  
Committee

**PERKINS COIE LLP**

*/s/ Douglas R. Pahl*

By: Douglas R. Pahl, OSB No. 95047  
Attorneys for Parish and Parishioners  
Committee

**FUTURE CLAIMANTS  
REPRESENTATIVE**

*/s/ David A. Foraker*

By: David A. Foraker

**SUSSMAN SHANK LLP**

*/s/ Thomas W. Stilley*

By: Thomas W. Stilley, OSB No. 88316  
Attorneys for Roman Catholic  
Archbishop of Portland in Oregon,  
and successors, a corporation sole

**GREENE & MARKLEY PC**

*/s/ David A. Foraker*

By: David A. Foraker, OSB No. 81228  
Attorneys for Future Claimants  
Representative

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**Page 67 of 67 – THIRD AMENDED AND RESTATED JOINT PLAN OF  
REORGANIZATION OF DEBTOR, TORT CLAIMANTS COMMITTEE, FUTURE  
CLAIMANTS REPRESENTATIVE, AND PARISH AND PARISHIONERS  
COMMITTEE (Dated April 9, 2007)**

KNOWN TORT CLAIMS

<u>Proof of Claim #</u>	<u>Proof of Claim #</u>	<u>Proof of Claim #</u>
008	114	146
064	115	147
065	116	153
066	117	154
067	118	156
068	122	157
069	129	158
070	130	164
071	131	165
072	132	166
073	133	170
074	134	181
093	135	182
095	136	183
097	138	184
109	139	185
110	142	186
111	143	187
112	144	188
113	145	189

KNOWN TORT CLAIMS

<u>Proof of Claim #</u>	<u>Proof of Claim #</u>	<u>Proof of Claim #</u>
195	216	249
196	217	252
197	218	257
198	219	258
199	220	259
200	221	261
201	222	262
202	227	263
203	228	266
204	231	268
205	232	269
206	233	270
207	234	271
208	238	272
209	239	274
210	240	275
211	243	276
212	244	277
213	246	278
214	247	279
215	248	280

KNOWN TORT CLAIMS

<u>Proof of Claim #</u>	<u>Proof of Claim #</u>	<u>Proof of Claim #</u>
282	308	334
283	309	431
284	311	432
285	312	433
287	313	434
288	314	435
289	315	436
291	316	437
293	317	438
294	319	439
295	320	440
297	321	441
298	322	442
299	324	443
300	325	444
302	326	445
303	328	446
304	330	447
305	331	448
306	332	449
307	333	450

KNOWN TORT CLAIMS

<u>Proof of Claim #</u>	<u>Proof of Claim #</u>	<u>Proof of Claim #</u>
456	549	855
457	550	856
458	552	857
459	553	858
460	554	859
461	624	861
462	832	863
463	833	864
465	834	865
466	835	866
467	836	867
468	842	868
469	843	869
470	844	870
471	845	871
472	847	872
473	848	873
474	850	874
475	853	895
476	854	
548		

KNOWN TORT CLAIMS

No. of POCs: 246\* + 2 claims (see below) = 248

\*Total (248) includes 30 duplicate claims (i.e., the same individual filed more than one proof of claim)

The plaintiffs in the following lawsuits did not file a POC in the Bankruptcy Court:

SE and TB v. Archdiocese of Portland, et al (Multnomah County Circuit Court  
Case #0301-00132)

Cameo Garrett v. Ansgar Santogrossi, et al (Marion County Circuit Court  
Case #03C20817)

SETTLED KNOWN TORT CLAIMS

<u>Proof of Claim #</u>	<u>Proof of Claim #</u>	<u>Proof of Claim #</u>
008	116	164
064	117	165
065	118	166
067	129	170
068	130	181
069	131	182
070	132	183
071	133	184
072	134	185
073	135	187
074	136	188
093	139	189
097	142	195
109	144	196
110	145	197
111	146	198
112	153	199
113	156	200
114	157	201
115	158	202

Exhibit 2Page 1 of 4

SETTLED KNOWN TORT CLAIMS

<u>Proof of Claim #</u>	<u>Proof of Claim #</u>	<u>Proof of Claim #</u>
203	266	316
204	268	319/320/321/322
205	274	325
206	276	326
207	279	328
208	280	330
209	284	334
211	285	431
212	287	439
215	294	440
217	295/307	441
219	297	443
222	298	444
232	299	445
234	302/858	447
244	303	448
247	305	449/450
249	306	457
252	309	458
259	312	459
263	315	463

Exhibit 2Page 2 of 4



SETTLED KNOWN TORT CLAIMS

Proof of Claim #

Proof of Claim #

465

873

466

874

467

895

470/624

472

548

549

550

552/861

835

842

844

845

848

853

854

855

856

870

871

872

Exhibit 2

Page 3 of 4

SETTLED KNOWN TORT CLAIMS

No. of POCs: 155\*

\*Total (155) includes 8 duplicate claims (i.e, the same individual filed more than one proof of claim).

UNRESOLVED KNOWN TORT CLAIMS

<u>Proof of Claim #</u>	<u>Proof of Claim #</u>
095	473
143	474
220	475
243/331	476
261/553	843
262/324	857
278	Sherry Ervin
283	
291/859	
293	
311	
317	
432	
433	
434	
435	
436	
438	
442	
446	

UNRESOLVED KNOWN TORT CLAIMS

No. of POCs: 30\* + 1 claim (see below) = 31

\*Total (31) includes 4 duplicate claims (i.e., the same individual filed more than one proof of claim).

The plaintiffs in the following lawsuits did not file a POC in the Bankruptcy Court:

SE and TB v. Archdiocese of Portland, et al (Multnomah County Circuit Court  
Case #0301-00132)

**Exhibit 4**

**Post Petition Interest on Tort Claims (Section 6.2)**

1. For Claim No. 139, interest will accrue on the Allowed amount of such Claim (\$1,300,000) at 10% per annum from September 1, 2004, until such Claim, including accrued interest, has been paid in full;

2. For Claim No. 302, interest will accrue on the Allowed amount of such Claim (\$347,698) at the rate of \$44 per day from July 6, 2004 until August 18, 2005, and from August 18, 2005 at the rate of \$57.15 per day until such Claim has been paid in full. If such Claim has not been paid in full on or before May 1, 2007, interest will accrue on the unpaid balance of the Allowed amount of such Claim at the rate of 9% per annum from and after May 1, 2007 until such Claim has been paid in full;

3. For Claim No. 113, interest will accrue on the Allowed amount of such Claim (\$300,000) at the rate of 6% per annum from the Petition Date until such Claim, including accrued interest, has been paid in full. If such Claim has not been paid in full on or before May 1, 2007, interest will accrue on the unpaid balance of the Allowed amount of such Claim at the rate of 9% per annum from and after May 1, 2007 until such Claim has been paid in full;

4. For those Claims listed on this Exhibit "4" page 3, interest will accrue on the unpaid balance of the Allowed amount of each Claim at the rate of 6% per annum from May 1, 2006, until the unpaid balance of each Claim, including accrued interest, is paid in full. Interest will accrue on such Claims at the rate of 9% per annum from and after May 1, 2007 for each Claim that has not been paid in full on that date; and,

5. For those Claims listed on this Exhibit "4" pages 4 to 6, no interest will be payable if the Allowed amount of each such Claim is paid in full by May 1, 2007;

however, if any Claim is not paid by May 1, 2007, interest will accrue on the unpaid balance of the Allowed amount of each such Claim at the rate of 9% per annum from and after May 1, 2007, until such Claim has been paid in full.

*The Proponents reserve the right to modify this Exhibit to the extent necessary to correct any mistakes or to update the Exhibit to reflect additional settled claims.*

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**Exhibit 4: Section 4**

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***Proof of Claim #***

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008

116

118

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201

202

203

204

207

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211

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**Exhibit 4: Section 5**

<i>Proof of Claim #</i>	<i>Proof of Claim #</i>	<i>Proof of Claim #</i>
064	130	195
065	131	196
067	132	197
068	133	199
069	134	205
070	135	206
071	136	209
072	142	212
073	145	215
074	146	217
093	153	219
097	158	222
109	164	232
110	165	234
111	166	244
112	170	247
114	182	249
115	185	252
117	187	259
129	189	263

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<i>Proof of Claim #</i>	<i>Proof of Claim #</i>	<i>Proof of Claim #</i>
266	319	465
268	320	466
274	321	467
276	322	470
279	325	472
280	326	548
284	328	549
285	330	550
294	334	552
295	431	624
297	439	835
298	440	842
299	443	844
303	444	845
305	445	848
306	447	853
307	448	854
309	449	855
312	457	856
315	458 459	861
316	463	863

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Exhibit 4  
Page 5 of 6

<i>Proof of Claim #</i>	<i>Proof of Claim #</i>	<i>Proof of Claim #</i>
864		
865		
866		
867		
868		
869		
870		
871		
872		
873		
874		
895		

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Exhibit 4  
Page 6 of 6

CERTIFICATE OF SERVICE

I, Janine E. Hume declare as follows:

I am employed in the County of Multnomah, State of Oregon; I am over the age of eighteen years and am not a party to this action; my business address is 1000 SW Broadway, Suite 1400, Portland, Oregon 97205-3089, in said County and State.

I certify that on April 9, 2007, I determined from the United States Bankruptcy Court for the District of Oregon's electronic case filing system that the following parties will be served electronically via ECF the **THIRD AMENDED AND RESTATED JOINT PLAN OF REORGANIZATION OF DEBTOR, TORT CLAIMANTS COMMITTEE, FUTURE CLAIMANTS REPRESENTATIVE, AND PARISH AND PARISHIONERS COMMITTEE (Dated April 9, 2007)** to:

**The parties on the list attached hereto.**

I swear under penalty of perjury that the foregoing is true and correct to the best of my knowledge, information, and belief.

Dated: April 9, 2007.

/s/ Janine E. Hume

\_\_\_\_\_  
Janine E. Hume, Legal Assistant

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Pamela Griffith  
U.S. Trustee's Office  
620 SW Main Street, Rm. 213  
Portland, OR 97205  
**(VIA ECF)**

Teresa Pearson  
Thomas Sand  
Miller Nash LLP  
Suite 3500, 111 SW 5<sup>th</sup> Ave.  
Portland, OR 97204  
**(VIA ECF)**

Peter C. McKittrick  
Farleigh Wada & Witt PC  
Suite 600  
121 SW Morrison St.  
Portland, OR 97204  
**(VIA ECF)**

Robert J. Vanden Bos  
Vanden Bos & Chapman  
Suite 520  
319 SW Washington St.  
Portland, OR 97204  
**(VIA ECF)**

Scott L. Jensen  
Brownstein Rask et al.  
1200 SW Main Building  
Portland, OR 97205  
**(VIA ECF)**

Richard Anderson  
Anderson & Monson  
Park Plaza West, Suite 460  
10700 SW Beaverton-Hillsdale Hwy.  
Beaverton, OR 97005  
**(VIA ECF)**

William C. Tharp  
Greener Banducci Shoemaker P.A.  
815 West Washington  
Boise, ID 83702  
**(VIA ECF)**

David A Foraker, Future Claimants  
Representative  
Greene & Markley, PC  
Suite 600, 1515 SW 5<sup>th</sup> Ave.  
Portland, OR 97201  
**(VIA ECF)**

Jan Sokol  
John Spencer Stewart  
Stewart Sokol & Gray  
2300 SW 1<sup>st</sup> Avenue, Ste 200  
Portland, OR 97201  
**(VIA ECF)**

Brad T. Summers  
Daniel R. Webert  
Ball Janik LLP  
Suite 1100, 101 SW Main St.  
Portland, OR 97204  
**(VIA ECF)**

Fred C. Ruby  
Department of Justice  
1162 Court Street NE  
Salem, OR 97301  
**(VIA ECF)**

Neil T. Jorgenson  
Attorney at Law  
520 SW Sixth Avenue, Suite 820  
Portland, OR 97204  
**(VIA ECF)**

Bradley S. Copeland  
Loren S. Scott  
Arnold Gallagher, et al.  
PO Box 1758  
Eugene, OR 97440-1758  
**(VIA ECF)**

Tort Claimants Committee  
c/o Albert N. Kennedy  
Tonkon Torp LLP  
Suite 1600, 888 SW 5<sup>th</sup> Ave.  
Portland, OR 97204  
**(VIA ECF)**

ACE Property & Casualty Insurance  
c/o Joseph A. Field  
Field & Associates  
610 SW Alder St, Suite 910  
Portland, OR 97205  
**(VIA ECF)**

James Ray Streinz  
1100 SW Sixth Avenue  
Suite 1600  
Portland, OR 97204  
**(VIA ECF)**

Thomas W. Brown  
Cosgrave Vergeer Kester LLP  
805 SW Broadway, 8<sup>th</sup> Floor  
Portland, OR 97205  
**(VIA ECF)**

Erin K. Olson  
2905 NE Broadway St.  
Portland, OR 97232-1760  
**(VIA ECF)**

Thomas Dulcich  
Schwabe Williamson & Wyatt PC  
1600-1900 Pacwest Ctr  
1211 SW 5<sup>th</sup> Ave.  
Portland, OR 97204  
**(VIA ECF)**